LC 1135

INTRODUCED BY Dagistr Junda 1 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND 4 5 UPDATE COMMERCIAL FERTILIZER LAWS. MODIFYING AND ADDING 6 DEFINITIONS. CHANGING LICENSING REQUIREMENTS, RAISING

FERTILIZER INSPECTION FEES, ESTABLISHING INSPECTION FEES FOR
SOIL AMENDMENTS, ALTERING THE TONNAGE REPORTING SYSTEM,
ESTABLISHING AN EFFECTIVE DATE; AMENDING SECTIONS 3-1714.1,
3-1718, 3-1722, 3-1724, 3-1727, AND 3-1728, R.C.M. 1947, AND
REPEALING SECTIONS 3-1714, 3-1715, 3-1716, 3-1717, 3-1720,
3-1721, 3-1723, 3-1725, AND 3-1726, R.C.M. 1947.*

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14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

15 Section 1. There is a new R.C.M. section numbered 16 3-1714.2 that reads as follows:

17 3-1714.2. Definitions. As used in this chapter:

(1) "Commercial fertilizer" includes any substance
containing one or more recognized plant nutrients which is
used for its plant nutrient content and which is designed
for use or claimed to have value in promoting plant growth,
yield or quality of the crop.

23 (a) "Fertilizer materials" is a commercial fertilizer24 which either:

25 (i) contains important quantities of not more than

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one of the primary plant nutrients (nitrogen, phosphoric
 acid and potash), or

3 (ii) has approximately eighty-five percent (85%) of
4 its plant nutrient content present in the form of a single
5 chemical compound, or

6 (iii) is derived from a plant or animal residue or 7 by-product or a natural material deposit which has been 8 processed in such a way that its content of primary plant 9 nutrients has not been materially changed except by 10 purification and concentration.

11 (b) "Mixed fertilizers" is a commercial fertilizer
12 (dry or liquid) containing any combination or mixture of
13 fertilizer materials.

14 (c) "Specialty fertilizer" is a commercial fertilizer
15 (dry or liquid) distributed primarily for nonfarm use, such
16 as home gardens, lawns, shrubbery, flowers, golf courses,
17 municipal parks, cemeteries, greenhouses, and nurseries and
18 includes commerical fertilizers used for research or
19 experimental purposes.

20 (d) "Bulk fertilizer" is commercial fertilizer (dry or
21 liquid) distributed in nonpackage form, or in containers of
22 greater than one thousand (1000) pounds.

23 (e) "Packaged fertilizer" is commercial fertilizer
24 (dry or liquid) distributed in sealed containers of one
25 thousand (1000) pounds or less.

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(2) "Brand" means a term, design, or trademark used in
 connection with one (1) or several grades of commercial
 fertilizer.

4 (3) "Grade" means the percentages of total nitrogen, 5 available phosphorus or phosphoric acid, and soluble 6 potassium or soluble potash stated in whole numbers in the 7 same terms, order, and percentages as in the guaranteed 8 analysis. Provided, however, that fertilizer materials, 9 bone meal, manures and similar raw materials may be 10 guaranteed in fractional units.

11 (4) "Official sample" means any sample of commercial 12 fertilizer taken by the department of agriculture.

13 (5) "Ton" means a net weight of two thousand (2000)14 pounds avoirdupois.

15 (6) "Percent or percentage" means the percentage by 16 weight.

17 (7) "Person" means an individual, partnership,18 association, firm, or corporation.

19 (8) "Distribute" means to offer for sale, sell,20 barter, or otherwise supply commercial fertilizers.

21 (9) "Distributor" means any person who distributes.
22 (10) "Registrant" means the person who registers
23 commercial fertilizer and/or soil amendment.

24 (11) "Manipulated manures" means substances composed25 primarily of excreta, plant remains, or mixtures of such

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substances which have been processed in any manner,
 including the addition of plant nutrients, drying, grinding
 and other means.

4 (12) "Soil amendment" means any material not included
5 under commercial fertilizer, or those products subject to
6 the Federal Insecticide, Fungicide or Rodenticide Act as
7 amended, which is added to soil or to plants for purposes of
8 influencing the growth, yield or quality of the crop, soil
9 flora or fauna or other soil characteristics.

10 (13) "Licensee" means any person who has obtained a
11 license from the department so he may legally distribute
12 commercial fertilizer other than specialty fertilizers or
13 soil amendment in this state.

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 Section 2. Section 3-1714.1, R.C.M. 1947, is

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 renumbered 3-1714.3, and is amended to read as follows:

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 *3-1714.4, 3-1714.3. Guaranteed analysis. (1) Until the

department prescribes the alternative form under subsection

18 (2) of this section, "guaranteed analysis" means the minimum
19 percentage of plant nutrients claimed in the following order
20 and form:

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21	(a)	Total nitrogen (N)percent
22		Available phosphoric acid (P205)percent
23		Soluble potash (K2O)percent
24	(ь)	For unacidulated mineral phosphatic materials and

25 basic slag, guaranteed--analysis--includes--both--total--and

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1 available-phosphoris-asid-and-the-degree-of-finenesst 2 fel---Fer bone meal, tankage, and other organic 3 phosphatic materials, quaranteed--analysis--includes--total 4 sheapheris -- asid the total phosphoric acid and/or degree of 5 fineness may also be guaranteed. (c) Guarantees for plant nutrients other than 6 7 nitrogen, phosphorus, and potassium may be permitted or 8 required by rules adopted by the department. The guarantees 9 for other nutrients shall be expressed in the form of the element. The sources of other nutrients including, but not 10 11 limited to, oxides, salt, and chelates, may be required to 12 be stated on the application for registration and may be

included as a parenthetical statement on the label. Other beneficial substances or compounds, determinable by laboratory methods, also may be guaranteed by permission of the department. When any plant nutrients or other substances or compounds are guaranteed, they are subject to inspection and analysis in accord with the methods and regulations prescribed by section 3-1718.

(e) (d) Except-when-prohibited-by-regulation, potential
 Potential basicity or acidity expressed in terms of calcium
 carbonate equivalent in multiples of one hundred (100)
 pounds per ton, may-be-shown when required by regulation.

24 (2) If the department finds, after public hearing,25 that the requirement for expressing the guaranteed analysis

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of phosphorus and potassium in elemental form would not
 impose an economic hardship on distributors and users of
 fertilizer by reason of conflicting labeling requirements
 among the states, it may require by department rule that the
 guaranteed analysis be in the following form:

- 6 Total nitrogen (N)-----percent
- 7 Available phosphorus (P)-----percent
- 8 Soluble potassium (K)-----percent

9 (3) The effective date of the rule may not be less 10 than six (6) months following the adoption of the rule. For a period of two (2) years following the effective date of 11 12 the rule, the equivalent of phosphorus and potassium may 13 also be shown in the form of phosphoric acid and potash. 14 However, after the effective date of a rule requiring that 15 phosphorus and potassium be shown in the elemental form, the 16 quaranteed analysis for nitrogen, phosphorus, and potassium 17 is the grade for those elements.

- 18 (4) Soil amendments shall guarantee the minimum
 19 quantity of each active ingredient in terms approved by the
 20 department or in terms as set forth in rules issued by the
 21 department. They shall also meet any other requirements
 22 established by rule by the department."
 23 Section 3. There is a new R.C.E. section numbered
 24 3-1715.1 that reads as follows:
- 25 3-1715.1. Registration and licenses. (1) Each brand
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and grade of fertilizer and each soil amendment except 1 2 unmanipulated animal and vegetable manures, shall be registered before distribution in this state. The 3 4 application for registration shall be submitted to the 5 department on a form furnished or approved by the department 6 and shall be accompanied by a fee of ten dollars (\$10) per 7 grade for each fertilizer and for each soil amendment with 8 exception of specialty fertilizers in packages of ten (10) 9 pounds or less which shall be registered at a fee of twenty-five dollars (\$25) each. Upon approval, the 10 11 department shall furnish a copy of the registration to the 12 applicant. All registrations expire on December 31 of each 13 year. The application for registration shall include:

14 (a) the brand and grade;

15 (b) the guaranteed analysis;

16 (c) the source of each plant food element guaranteed;17 (d) the name and address of the registrant;

18 (e) a copy or facsimile of each label and of 19 promotional material.

Further, the department shall require the applicant to furnish replicated data, performed by a reputable investigator whose work is recognized as acceptable by the director of the agricultural experiment station or his designee, verifying any claims for effectiveness or agricultural value of any fertilizer or soil amendment product which is not generally recognized as having the
 values claimed at the use rates recommended.

3 (2) A distributor may not be required to register any
4 brand or grade of commercial fertilizer which is already
5 registered under this section by another person.

6 (3) The plant nutrient content of every brand and 7 grade of commercial fertilizer shall remain uniform for the 8 period of registration.

9 (4) No person shall distribute in this state any type 10 of fertilizer or soil amendment, except unmanipulated animal 11 or vegetable manures, or specialty fertilizer, until a 12 license to distribute has been obtained, for each facility distributing into this state and for each handling facility 13 in this state, from the department upon payment of a fifty 14 15 dollar (\$50) fee for each license. The department may exempt, by rule, manufacturers. All licenses expire on 16 17 December 31 of each year and are subject to the following:

18 (a) The application for license shall be on forms19 provided by the department.

20 (b) The applicant shall provide a sample copy of 21 labeling to be used. The form of labeling shall meet 22 department standards, established by rule, and all labeling 23 shall be in proper form.

24 (c) The licensee is not required to register a grade25 of fertilizer blended to a specific customer order.

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(5) The manufacturer or distributor shall at all times
 deliver a uniform grade of fertilizer or soil amendment.
 When two (2) or more fertilizers are delivered in the same
 load, they shall be thoroughly and uniformly mixed unless
 they are in separate compartments.

6 Section 4. There is a new R.C.M. section numbered
7 3-1716.1 that reads as follows:

8 3-1716.1. Labeling. (1) Any commercial fertilizer 9 distributed in this state in containers shall have affixed 10 to or printed on the container a label setting forth in 11 clearly legible and conspicuous form:

12 (a) the net weight;

13 (b) the name and address of the manufacturer or14 distributor guaranteeing the analysis;

15 (c) the brand and product name;

16 (d) the grade;

17 (e) the guaranteed analysis; and

18 (f) other requirements as established by rule.

(2) All commercial fertilizer delivered in this state
in bulk, whether a manufactured grade or blended grade,
shall be accompanied by a clearly legible document, which
shall be supplied to the purchaser at the time of delivery,
and at the time his invoice is delivered. The document
shall show:

(a) net weight;

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1 (b) name and address of the distributor or manufacturer guaranteeing the analysis; 2 3 (c) grade; 4 (d) guaranteed analysis; 5 (e) net weight and guaranteed analysis of each ingredient added to a blend, together with spreading 6 7 instructions; and 8 (f) other requirements as established by rule. 9 (3) When distributed in containers, soil amendments shall have a label affixed to or printed on the container. 10 11 When delivered in bulk the label shall be clearly legible 12 and shall accompany the delivery of the product. This label 13 shall be supplied to the purchaser at the time of delivery 14 and at the time of invoicing. The label shall contain the 15 following information: 16 (a) net weight; 17 (b) name and address of the registrant or licensee who is responsible for the product; 18 19 (c) brand and product name; 20 (d) quaranteed analysis; 21 (e) other requirements, such as particle size, as

22 established by rule.

23 Section 5. There is a new R.C.M. section numbered

24 3-1717.1 that reads as follows:

25 3-1717.1. Fees. (1) There shall be paid to the

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department fees on all commercial fertilizer, except
 specialty fertilizers sold in packages of ten (10) pounds or
 less, and unmanipulated animal and vegetable manures
 distributed in this state, provided that sales to
 manufacturers or exchanges between them are exempt. The
 fees are:

7 (a) Inspection, twenty cents (\$.20) per ton. The 8 department may by rule after hearing, adjust the inspection 9 fee not to exceed a maximum of twenty-five cents (\$.25) per 10 ton to maintain adequate funding for the administration of 11 this act. Any change in fee becomes effective on the first 12 day of a reporting period. All registrants shall be given 13 notice of any change in fees before the effective date.

14 (b) Assessment, the fee prescribed in section 3-1729.
15 The assessment fee shall be used to fund educational and
16 experimental programs as provided in sections 3-1729,
17 3-1730, 3-1731 and 3-1734, R.C.M. 1947.

18 (2) There shall be paid to the department on all soil
19 amendments distributed in this state an inspection fee of
20 ten cents (\$.10)per ton subject to the following provisions:
21 (a) sales to manufacturer's or exchanges between them
22 are exempt; and

23 (b) when less than fifty(50) tons of registered soil
24 amendment is sold per six (6) month period, there shall be
25 paid to the department a fee of five dollars (\$5) per soil

amendment per six (6) month period in lieu of the ten cents
 (\$.10) per ton fee. Inspection fees shall be used by the
 department for administration of this act.

(3) Every registrant who distributes a soil amendment 4 or commercial fertilizer, except specialty fertilizer in 5 6 packages of ten (10) pounds or less and unmanipulated 7 manures, in this state shall file with the department on forms furnished by the department a semiannual statement for 8 9 the periods ending June 30 and December 31 setting forth the number of net tons of each commercial fertilizer and/or soil 10 amendment distributed in this state during the six (6) month 11 period. The report is due on or before the thirtieth day of 12 13 month following the close of each period. The the 14 registrant shall pay the proper inspection fee at that time. If the tonnage report is not filed and the payment of 15 16 inspection fee is not made within thirty (30) days after the end of the period a collection fee amounting to ten percent 17 (10%) of the amount due but not less than ten dollars (\$10)18 19 shall be assessed against the registrant or licensee, and 20 the amount of fees due shall constitute a debt and become the basis of a judgment against the registrant. 21

(4) All fees collected for licenses, registration and
inspection, and moneys collected as penalties shall be
deposited in the state treasury to the credit of the
earmarked revenue fund for the purpose of administering this

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chapter, including the cost of equipment and facilities and
 the cost of inspecting, analyzing and examining commercial
 fertilizer and soil amendments manufactured or distributed
 in this state. Reserve funds may be invested by the
 department with interest credited to the earmarked revenue
 fund.

7 Section 6. Section 3-1718, R.C.M. 1947, is amended to
6 read as follows:

9 "3-1718. Inspection, sampling, analysis, (1) The department, in cooperation with the agricultural experiment 10 11 station of Montana state university, shall sample, inspect, analyze, and test commercial fertilizers and soil amendments 12 13 distributed in this state at a time and place and to an 14 extent necessary to determine whether the commercial fertilizers or soil amendments are in compliance with this 15 16 chapter. The department may enter upon any public or private 17 premises during regular business hours in order to have access to commercial fertilizers or soil amendments subject 18 19 to this chapter.

20 (2) The methods of analysis and sampling shall be 21 those adopted by the department from sources such as those 22 of the association of official analytical chemists. The 23 results of analysis, together with additional information 24 the department considers advisable, shall be transmitted 25 promptly to the manufacturer and to the dealer or person in 1 whose possession the product was sampled.

2 (3) The department, in determining whether any
3 commercial fertilizer is deficient in plant food, or soil
4 <u>amendment is deficient</u>, shall be guided solely by the
5 official sample obtained and analyzed as provided for in
6 paragraphs (1) and (2) of this section.

7 (4) If on the basis of an inspection or the analysis 8 of the official sample a commercial fertilizer or soil 9 amendment is found to be subject to penalty or other legal 10 action, the department shall forward to the registrant 11 notification of the violation at least ten (10) days before 12 its report is made public. If during that period no 13 adequate evidence to the contrary is made available to the department, the report becomes official. Upon request, the 14 15 department shall furnish to the registrant a portion of any sample found subject to penalty or other legal action." 16

Section 7. There is a new R.C.M. section numbered
3-1720.1 that reads as follows:

3-1720.1. Misbranding and adulteration -- prohibition.
 No person shall distribute a misbranded or adulterated
 fertilizer or soil amendment. (1) A commercial fertilizer
 or soil amendment is misbranded if it:

23 (a) carries any false or misleading statement upon or
24 attached to the container, or if false or misleading
25 statements concerning its agricultural value are made on the

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container or in any advertising matter accompanying or
 associated with the product;

3 (b) is distributed under the name of another product;
4 (c) is not labeled as required in section 3-1716 and
5 in accordance with rules prescribed under this act; or

6 (d) purports to be or is represented as a commercial 7 fertilizer, or is represented as containing a plant nutrient 8 or commercial fertilizer, unless that plant nutrient or commercial fertilizer conforms to the definition of 9 10 identity, if any, prescribed by rule of the department. In 11 adopting this type rule the department shall give due regard to commonly accepted definitions and official fertilizer 12 terms as issued by the association of american plant food 13 control officials. 14

15 Section 8. There is a new R.C.M. section numbered 16 3-1721.1 that reads as follows:

17 3-1721.1. Licensee tonnage reports -- confidentiality 18 -- inspection -- failure to file. (1) Each licensee shall 19 file a semiannual report covering the periods January 1 20 through June 30 and July 1 through December 31. The report 21 shall include:

(a) beginning and ending commercial fertilizer
 inventory tonnage by grade;

(b) data showing tonnages received by grade during theperiod; and

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All reports shall be on forms provided by the department or
in a form approved by the department. Reports are due in
the department office not later than thirty (30) days after
the close of the period.

6 (2) Information contained in the reports shall be held 7 confidential by the department. Summary data published by 8 the department shall be in a form that will not disclose 9 details of any operation or business.

10 (3) The department has the right to inspect and audit,
11 during normal business hours, each licensee's records for
12 the purpose of verifying tonnage reports.

13 (4) Failure to file an accurate report constitutes a
14 violation of this act and may be punished by fine,
15 revocation of license, or both.

16 Section 9. Section 3-1722, R.C.M. 1947, is amended to 17 read as follows:

18 "3-1722. Publications. The department shall publish at 19 least annually information concerning the sales of 20 commercial fertilizers, and soil amendments together with 21 data on their production and use as it considers advisable, 22 and shall report the results of the analysis based on 23 official samples of commercial fertilizers and soil 24 amendments sold in this state."

25 Section 10. There is a new R.C.M. section numbered -161 3-1723.1 that reads as follows:

2 3-1723.1. Rules -- adoption by department. (1) The 3 department may adopt those rules for commercial fertilizer 4 and soil amendment which are specifically authorized in this 5 act and those other reasonable rules necessary for the 6 efficient enforcement of this act.

7 (2) In adopting rules the department shall follow
8 procedures prescribed in the Montana Administrative
9 Procedure Act.

Section 11. Section 3-1724, R.C.M. 1947, is amended to read as follows:

"3-1724. Cancellation or refusal of registration or 12 licenses. (1) The department may cancel the registration of 13 14 any commercial fertilizer or soil amendment and may refuse to register any commercial fertilizer or soil amendment upon 15 that the registrant has used 16 satisfactory evidence fraudulent or deceptive practices in the evasion or 17 attempted evasion of this chapter or any rules adopted under 18 However, no registration may be revoked or refused 19 it. until the registrant is given the opportunity to appear-for 20 21 a--hearing--by-the-departmenty-as-provided-in-section-3-1723 22 amend his application or correct other practices.

(2) The department may cancel any license or refuse to
 license any person when it has satisfactory evidence that
 the person has used fraudulent or deceptive practice in the

1 evasion or attempted evasion of this chapter or any rules adopted under it. However, no license may be revoked or 2 refused until the person involved is given the opportunity 3 to appear for a hearing by the department." 4 Section 12. There is a new R.C.M. section numbered 5 3-1725.1 that reads as follows: 6 7 3-1725.1. Enforcement embargo order ---8 condemnation. (1) When the department has reasonable cause 9 to believe any lot of commercial fertilizer or soil 10 amendment is in violation of this act or a rule adopted by the department, it may issue and enforce a written or 11 printed embargo order, requiring the person holding the 12 commercial fertilizer or soil amendment not to dispose of it 13 14 in any manner until written permission is granted by the 15 department or the court. The department shall release the product when this act and the rules of the department have 16 been complied with. If compliance is not obtained within 17 18 thirty (30) days, the department may begin, or upon the request of the registrant or the person holding the product 19 20 shall begin, proceedings for condemnation. 21 (2) Commercial fertilizer or soil amendment not in

compliance with this act or the rules of the department may be seized on complaint of the department to a district court in the area in which the product is located. If the court finds the product in violation of this act and orders its

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condemnation, the fertilizer or amendment shall be disposed 1 2 of in any manner consistent with the quality of the product 3 and state law. The disposition of the product may not be ordered by the court without first giving the owner or 4 person from whom the product was seized an opportunity to 5 apply to the court for release of the product or for 6 permission to process or relabel the product to bring it 7 8 into compliance with this act.

9 Section 13. There is a new R.C.M. section numbered
10 3-1726.1 that reads as follows:

11 3-1726.1. Plant food deficiency and commercial value. 12 (1) Penalty for nitrogen, available phosphoric acid or 13 phosphorus and potash or potassium. If the analysis shows that a commercial fertilizer is deficient (a) in one or more 14 15 if its guaranteed primary plant foods (NPK) beyond the 16 "investigational allowance" as established by regulation, or 17 (b) if the overall index value of the fertilizer is 18 below the level established by regulations, a penalty of two 19 (2) times the commercial value of that deficiency, as 20 determined by the dealer or manufacturers' price on the date 21 of sampling of the deficiency or deficiencies, shall be 22 assessed. When a commercial fertilizer is subject to a 23 penalty under both (a) and (b) the larger penalty applies. 24 (2) Penalty for other deficiencies -- deficiencies

25 beyond the investigational allowances as established by

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regulation in any other constituent covered under section 3-1714.3 (1)(b), (c) and (d), R.C.M. 1947, which the registrant is required to or may guarantee, shall be evaluated and penalties shall be assessed at two times the commercial value of the deficiency as determined by the dealers retail price on the date of sampling.

7 (3) Nothing contained in this section shall prevent
8 any person from appealing the department's decision to a
9 court of competent jurisdiction.

10 (4) All penalties assessed under this section shall be 11 paid to the consumer of the lot of commercial fertilizer 12 represented by the sample analyzed within three (3) months 13 after the date of notice from the department to the registrant or licensee. If at the end of the three (3) 14 15 month period, the consumer cannot be found, receipts shall 16 be taken and promptly forwarded to the department for 17 deposit in the earmarked revenue fund as provided in section 18 3-1717.1.

19 Section 14. Section 3-1727, R.C.M. 1947, is amended to 20 read as follows:

21 "3-1727. Violations-enforcement proceedings --22 judicial review. (1) If it appears from the examination of
23 any commercial fertilizer that this chapter or the rules
24 adopted under this chapter have been violated, the
25 department shall give notice of the violations to the
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registrant, <u>licensee</u>, distributor, or possessor from whom the sample was taken. A person notified shall be given an opportunity to be heard under rules of the department. If it appears after a hearing, either in the presence or absence of the person notified, that this chapter or rules issued under this chapter have been violated, the department may certify the facts to the proper prosecuting attorney.

8 (2) A person who violates this chapter or the rules adopted under this chapter, or who obstructs, prevents, or 9 attempts to prevent the department from performing its duty 10 under this chapter, is guilty of a misdemeanor and shall be 11 fined not less than three hundred dollars (\$300) nor more 12 13 than five hundred dollars (\$500) for the first violation, 14 and not less than three hundred dollars (\$300) nor more than one thousand dollars (\$1,000) for a subsequent violation. In 15 prosecutions under this chapter involving the 16 all composition of a lot of commercial fertilizer, a certified 17 18 copy of the official analysis of the department is prima 19 facie evidence of the composition.

(3) Nothing in this chapter requires the department to
report for prosecution or for the beginning of seizure
proceedings minor violations of this chapter when it
believes that the public interest will be best served by a
suitable notice of warning in writing.

25 (4) A prosecuting attorney to whom a violation is -21reported shall prosecute the violator in a court of
 competent jurisdiction without delay.

3 (5) The department may apply for and the court may 4 grant a temporary or permanent injunction restraining any 5 person from violating or continuing to violate any of the 6 provisions of this chapter or any rule adopted under the 7 chapter notwithstanding the existence of other remedies at 8 law. The injunction shall be issued without bond.

9 (6) If a person adversely affected by an act. order, or 10 ruling made by the department under this chapter is not 11 entitled to a hearing before the department to determine his rights, he may within forty-five (45) days, sue in the 12 district court of any county where the alleged violation 13 14 giving rise to the department's act, order, or ruling 15 occurred, for new trial of the issues bearing upon the act, order, or ruling. After the trial the court may issue and 16 17 enforce those orders, judgments, or decrees it considers proper, just, and equitable." 18

19 Section 15. Section 3-1728, R.C.M. 1947, is amended to 20 read as follows:

21 "3-1728. Exchanges between manufacturers. Nothing in 22 this act shall be construed to restrict or avoid sales or 23 exchanges of commercial fertilizers or soil amendment to 24 each other by importers, manufacturers, or manipulators who 25 mix fertilizer materials for sale or as preventing the free

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1 and unrestricted shipments of commercial fertilizer or soil
2 amendment to manufacturers, or manipulators who have
3 registered their brands and grades or licensed their
4 facilities as required by the provisions of this act."

5 Section 16. Severability. If a part of this act is 6 invalid, all valid parts that are severable from the invalid 7 part remain in effect. If a part of this act is invalid in 8 one or more of its applications, the part remains in effect 9 in all valid applications that are severable from the 10 invalid applications.

 11
 Section 17. Repealer.
 Sections
 3-1714,
 3-1715,

 12
 3-1716,
 3-1717,
 3-1720,
 3-1721,
 3-1723,
 3-1725,
 and
 3-1726,

 13
 R.C.M.
 1947,
 are repealed.
 3-1726,
 3-1726,

14 Section 18. Effective date. This act is effective15 January 1, 1976.

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Approved by Committee on Agrigulture Livestock & Irrigation

1	HOUSE BILL NO. 678
2	INTRODUCED BY AAGESON, GUNDERSON
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4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND
5	UPDATE COMMERCIAL FERTILIZER LAWS, MODIFYING AND ADDING
6	DEFINITIONS, CHANGING LICENSING REQUIREMENTS, RAISING
7	FERTILIZER INSPECTION FEES, ESTABLISHING INSPECTION FEES FOR
8	SOIL AMENDMENTS, ALTERING THE TONNAGE REPORTING SYSTEM,
9	ESTABLISHING AN EFFECTIVE DATE; AMENDING SECTIONS 3-1714.1,
10	3-1718, 3-1722, 3-1724, 3-1727, AND 3-1728, R.C.M. 1947, AND
11	REPEALING SECTIONS 3-1714, 3-1715, 3-1716, 3-1717, 3-1720,
12	3-1721, 3-1723, 3-1725, AND 3-1726, R.C.M. 1947."
13	
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	SECOND READING

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l	one of the primary plant nutrients (nitrogen, phosphoric
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(2) "Brand" means a term, design, or trademark used in
 connection with one (1) or several grades of commercial
 fertilizer.

4 (3) "Grade" means the percentages of total nitrogen, 5 available phosphorus or phosphoric acid, and soluble 6 potassium or soluble potash stated in whole numbers in the 7 same terms, order, and percentages as in the guaranteed 8 analysis. Provided, however, that fertilizer materials, 9 bone meal, manures and similar raw materials may be 10 guaranteed in fractional units.

(4) "Official sample" means any sample of commercial
 fertilizer taken by the department of agriculture <u>AND SO</u>
 DESIGNATED BY THE DEPARTMENT.

14 (5) "Ton" means a net weight of two thousand (2000)15 pounds avoirdupois.

16 (6) "Percent or percentage" means the percentage by 17 weight.

18 (7) "Person" means an individual, partnership,19 association, firm, or corporation.

20 (8) "Distribute" means to offer for sale, sell,
21 barter, or otherwise supply commercial fertilizers.

22 (9) "Distributor" means any person who distributes.

(10) "Registrant" means the person who registers
commercial fertilizer and/or soil amendment.

25 (11) "Manipulated manures" means substances composed -3- IIB 678 primarily of excreta, plant remains, or mixtures of such
 substances which have been processed in any manner,
 including the addition of plant nutrients, drying, grinding
 and other means.

5 (12) "Soil amendment" means any material not included 6 under commercial fertilizer, or those products subject to 7 the Federal Insecticide, Fungicide or Rodenticide Act as 8 amended, which is added to soil or to plants for purposes of 9 influencing the growth, yield or quality of the crop, soil 10 flora or fauna or other soil characteristics.

11 (13) "Licensee" means any person who has obtained a 12 license from the department so he may legally distribute 13 commercial fertilizer other than specialty fertilizers or 14 soil amendment in this state.

15 Section 2. Section 3-1714.1, R.C.M. 1947, is
16 renumbered 3-1714.3, and is amended to read as follows:

17 "3-1714.1 3-1714.3. Guaranteed analysis. (1) Until the 18 department prescribes the alternative form under subsection 19 (2) of this section, "guaranteed analysis" means the minimum 20 percentage of plant nutrients claimed in the following order 21 and form:

22	(a)	Total nitrogen (N)per	cent
23		Available phosphoric acid (P205)per	cent
24		Soluble potash (K2O)per	cent
25	(b)	For unacidulated mineral phosphatic materials	and
		-4- iB	678

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1 basic slag, guaranteed--analysis--includes--both-total-and available-phosphoric-acid-and-the-degree-of-fineness. 2 (e) -- For bone meal, tankage, and other organic 3 4 phosphatic materials, guaranteed--analysis--includes-total phosphoric-acid the total phosphoric acid and/or degree of 5 fineness may also be guaranteed. 6 (d) Guarantees for plant nutrients other than 7 nitrogen, phosphorus, and potassium may be permitted or 8 9 required by rules adopted by the department. The guarantees 10 for other nutrients shall be expressed in the form of the element. The sources of other nutrients including, but not 11 limited to, oxides, salt, and chelates, may be required to 12 be stated on the application for registration and may be 13 included as a parenthetical statement on the label. Other 14 beneficial substances or compounds, determinable by 15 laboratory methods, also may be guaranteed by permission of 16 the department. When any plant nutrients or other substances 17 or compounds are guaranteed, they are subject to inspection 18 and analysis in accord with the methods and regulations 19 20 prescribed by section 3-1718. (c) (d) Except-when-prohibited-by-regulation,-potential 21 Potential basicity or acidity expressed in terms of calcium 22

carbonate equivalent in multiples of one hundred (100)
 pounds per ton, may be shown when required by regulation.
 (2) If the department finds, after public hearing,

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that the requirement for expressing the guaranteed analysis 1 of phosphorus and potassium in elemental form would not 2 impose an economic hardship on distributors and users of 3 fertilizer by reason of conflicting labeling requirements 4 5 among the states, it may require by department rule that the 6 guaranteed analysis be in the following form: 7 Total nitrogen (N)-----percent Available phosphorus (P)-----percent я Soluble potassium (K)-----percent 9 (3) The effective date of the rule may not be less 1.0 11 than six (6) months following the adoption of the rule. For 12 a period of two (2) years following the effective date of 13 the rule, the equivalent of phosphorus and potassium may 14 also be shown in the form of phosphoric acid and potash. However, after the effective date of a rule requiring that 15 16 phosphorus and potassium be shown in the elemental form, the 17 guaranteed analysis for nitrogen, phosphorus, and potassium 18 is the grade for those elements. 19 (4) Soil amendments shall guarantee the minimum quantity of each active ingredient in terms approved by the 20 21 department or in terms as set forth in rules issued by the 22 department. They shall also meet any other requirements established by rule by the department." 23 Section 3. There is a new R.C.M. section numbered 24 25 3-1715.1 that reads as follows:

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1 3-1715.1. Registration and licenses. (1) Each brand 2 and grade of fertilizer and each soil amendment except 3 unmanipulated animal and vegetable manures, shall be 4 registered BY THE MANUFACTURER before distribution in this 5 state. The application for registration shall be submitted 6 to the department on a form furnished or approved by the 7 department and shall be accompanied by a fee of ten dollars 8 (\$10) per grade for each fertilizer and for each soil 9 amendment with exception of specialty fertilizers in 10 packages of ten (10) pounds or less which shall be 11 registered at a fee of twenty-five dollars (\$25) each. Upon 12 approval, the department shall furnish a copy of the 13 registration to the applicant. All registrations expire on 14 December 31 of each year. The application for registration 15 shall include: 16 the brand and grade; (a) 17 the guaranteed analysis; (à) 18 (c) the source of each plant food element guaranteed; 19

19 (d) the name and address of the registrant;
20 (e) a copy or facsimile of each label and of

21 promotional material WHEN REQUESTED BY THE DEPARTMENT.

Further, the department shall require the applicant to furnish replicated data, performed by a reputable investigator whose work is recognized as acceptable by the director of the agricultural experiment station or his -7- iiB 678 designee, verifying any claims for effectiveness or
 agricultural value of any fertilizer or soil amendment
 product which is not generally recognized as having the
 values claimed at the use rates recommended.

5 (2) A distributor may not be required to register any
6 brand or grade of commercial fertilizer which is already
7 registered under this section by another person.

8 (3) The plant nutrient content of every brand and
9 grade of commercial fertilizer shall remain uniform for the
10 period of registration.

(4) No person shall distribute in this state any type 11 of fertilizer or soil amendment, except unmanipulated animal 12 or vegetable manures, or specialty fertilizer, until a 13 license to distribute has been obtained, for each facility 14 15 distributing into this state and for each handling facility 16 in this state, from the department upon payment of a fifty 17 dollar (\$50) fee for each license. The department may exempt, by rule, manufacturers. All licenses expire on 18 December 31 of each year and are subject to the following: 19

20 (a) The application for license shall be on forms
21 provided by the department.

(b) The applicant shall provide a sample copy of
labeling to be used. The form of labeling shall meet
department standards, established by rule, and all labeling
shall be in proper form.

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1	(c) The licensee is not required to register a grade
2	of fertilizer bicndedtoaspecificcustomerorder
3	REGISTERED BY THE MANUFACTURER, OR BLENDED TO GRADE FROM
4	REGISTERED PRODUCTS BY THE LICENSEE.
5	(5) The manufacturer or distributor shall at all times
6	deliver a uniform grade of fertilizer or soil amendment.
7	When two (2) or more fertilizers are delivered in the same
8	load, they shall be thoroughly and uniformly mixed unless
9	they are in separate compartments.
10	Section 4. There is a new R.C.M. section numbered
11	3-1716.1 that reads as follows:
12	3-1716.1. Labeling. (1) Any commercial fertilizer
13	distributed in this state in containers <u>PACKAGES</u> shall have
14	affixed to or printed on the container a label setting forth
15	in clearly legible and conspicuous form:
16	(a) the net weight;
17	(b) the name and address of the manufacturer or
18	distributor guaranteeing the analysis;
19	(c) the brand and product name;
20	(d) the grade;
21	(e) the guaranteed analysis; and
22	(f) other requirements as established by rule.
23	(2) All commercial fertilizer delivered in this state
24	in bulk, whether a manufactured grade or blended grade,
25	shall be accompanied by a clearly legible document, which
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shall be supplied to the purchaser at the time of delivery,
and at the time his invoice is delivered. The document
shall show:
(a) net weight;
(b) name and address of the distributor or
manufacturer guaranteeing the analysis;
{c} grade ;
{d}guaranteed-analysis;
{e}natweightandguaranteedanalysisofeach
ingredientaddedtoablendytogetherwithspreading
instructions;-and
(C) GUARANTEED ANALYSIS, OR, ON BLENDED FERTILIZER,
THE NET WEIGHT AND GUARANTEED ANALYSIS OF EACH INGREDIENT
ADDED; AND
(D) other requirements as established by rule.
(3) When distributed in containers, soil amendments
shall have a label affixed to or printed on the container.
When delivered in bulk the label shall be clearly legible

- 19 and shall accompany the delivery of the product. This label shall be supplied to the purchaser at the time of delivery 20
- 21 and at the time of invoicing. The label shall contain the
- 22 following information:

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- 23 (a) net weight;
- 24 (b) name and address of the registrant or licensee who
- 25 is responsible for the product;
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1 (c) brand and product name;

2 (d) guaranteed analysis;

3 (e) other requirements, such as particle size, as4 established by rule.

5 Section 5. There is a new R.C.M. section numbered 6 3-1717.1 that reads as follows:

7 3-1717.1. Fees. (1) There shall be paid to the 8 department fees on all commercial fertilizer. except specialty fertilizers sold in packages of ten (10) pounds or 9 less, and unmanipulated animal and vegetable manures 10 11 distributed in this state, provided that sales to 12 manufacturers or exchanges between them are exempt. The 13 fees are:

14 (a) Inspection, twenty cents (\$.20) per ton. The
15 department may by rule after hearing, adjust the inspection
16 fee not to exceed a maximum of twenty-five cents (\$.25) per
17 ton to maintain adequate funding for the administration of
18 this act. Any change in fee becomes effective on the first
19 day of a reporting period. All registrants shall be given
20 notice of any change in fees before the effective date.

(b) Assessment, the fee prescribed in section 3-1729.
The assessment fee shall be used to fund educational and
experimental programs as provided in sections 3-1729,
3-1730, 3-1731 and 3-1734, R.C.M. 1947.

25 (2) There shall be paid to the department on all soil -11- HB 678 1 amendments distributed in this state an inspection fee of 2 ten cents (\$.10) per ton subject to the following 3 provisions:

4 (a) sales to manufacturer's or exchanges between them 5 are exempt; and

6 (b) when less than fifty (50) tons of registered soil 7 amendment is sold per six (6) month period, there shall be 8 paid to the department a fee of five dollars (\$5) per soil 9 amendment per six (6) month period in lieu of the ten cents 10 (\$.10) per ton fee. Inspection fees shall be used by the 11 department for administration of this act.

12 (3) Every registrant AND LICENSEE who distributes a 13 soil amendment or commercial fertilizer, except specialty 14 fertilizer in packages of ten (10) pounds or less and unmanipulated manures, TO AN UNLICENSED OR UNREGISTERED 15 16 PERSON. in this state shall file with the department on 17 forms furnished OR APPROVED by the department a semiannual 18 statement for the periods ending June 30 and December 31 19 setting forth the number of net tons of each commercial 20 fertilizer and/or soil amendment distributed in this state 21 during the six (6) month period. The report is due on or 22 before the thirtieth day of the month following the close of 23 each period. The registrant shall pay the proper inspection 24 fee at that time.

25 If the tonnage report is not filed and the payment of -12- HB 678 inspection fee is not made within thirty (30) days after the end of the period a collection fee amounting to ten percent (10%) of the amount due but not less than ten dollars (\$10) shall be assessed against the registrant or licensee, and the amount of fees due shall constitute a debt and become the basis of a judgment against the registrant.

(4) All fees collected for licenses. registration and 7 inspection, and moneys collected as penalties shall be 8 deposited in the state treasury to the credit of the 9 earmarked revenue fund for the purpose of administering this 10 chapter, including the cost of equipment and facilities and 11 the cost of inspecting, analyzing and examining commercial 12 fertilizer and soil amendments manufactured or distributed 13 in this state. Reserve funds may be invested by the 14 department with interest credited to the earmarked revenue 15 fund. 16

17 Section 6. Section 3-1718, R.C.M. 1947, is amended to 18 read as follows:

"3-1718. Inspection, sampling, analysis. (1) The 19 department, in cooperation with the agricultural experiment 20 station of Montana state university, shall sample, inspect, 21 analyze, and test commercial fertilizers and soil amendments 22 distributed in this state at a time and place and to an 23 extent necessary to determine whether the commercial 24 fertilizers or soil amendments are in compliance with this 25 IIB 678 -13chapter. The department may enter upon any public or private
 premises during regular business hours in order to have
 access to commercial fertilizers or soil amendments subject
 to this chapter.

5 (2) The methods of analysis and sampling shall be 6 those adopted by the department from sources such as those 7 of the association of official analytical chemists. The 8 results of analysis, together with additional information 9 the department considers advisable, shall be transmitted 10 promptly to the manufacturer and to the dealer or person in 11 whose possession the product was sampled.

12 (3) The department, in determining whether any 13 commercial fertilizer is deficient in plant food, or soil 14 <u>amendment is deficient</u>, shall be guided solely by the 15 official sample obtained and analyzed as provided for in 16 paragraphs (1) and (2) of this section.

(4) If on the basis of an inspection or the analysis 17 18 of the official sample a commercial fertilizer or soil 19 amendment is found to be subject to penalty or other legal action, the department shall forward to the registrant 20 21 notification of the violation at least ten (10) days before 22 its report is made public. If during that period no adequate evidence to the contrary is made available to the 23 24 department, the report becomes official. Upon request, the department shall furnish to the registrant a portion of any 25

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sample found subject to penalty or other legal action."

Section 7. There is a new R.C.M. section numbered
 3-1720.1 that reads as follows:

4 3-1720.1. Misbranding and adulteration -- prohibition. 5 No person shall distribute a misbranded or adulterated 6 fertilizer or soil amendment. (1) A commercial fertilizer 7 or soil amendment is misbranded if it:

8 (a) carries any false or misleading statement upon or 9 attached to the container, or if false or misleading 10 statements concerning its agricultural value are made on the 11 container or in any advertising matter accompanying or 12 associated with the product;

13 (b) is distributed under the name of another product;
14 (c) is not labeled as required in section 3-1716 and
15 in accordance with rules prescribed under this act; or

16 (d) purports to be or is represented as a commercial 17 fertilizer, or is represented as containing a plant nutrient 18 or commercial fertilizer, unless that plant nutrient or 19 commercial fertilizer conforms to the definition of 20 identity, if any, prescribed by rule of the department. In 21 adopting this type rule the department shall give due regard 22 to commonly accepted definitions and official fertilizer 23 terms as issued by the association of American plant food 24 control officials.

25 Section 8. There is a new R.C.M. section numbered -15- IIB 678

1	3-1721.1 that reads as follows:
2	3-1721.1. Licensee tonnage reports confidentiality
3	inspection failure to file. (1)Each-licensee-shall
4	file-a-semiannual-reportcoveringtheperiodsJanuaryl
5	throughJune-30-and-July-1-through-December-31The-report
6	shall-include:
7	(a)beginningandendingcommercialfertilizer
8	inventory-tonnage-by-grade;
9	(b) data-showing-tonnages-received-by-grade-during-the
10	period, and
11	(c)the -name-of-the-supplier.
12	Allreports-shall-be-on-forms-provided-by-the-department-or
13	in-a-form-approved-by-the-departmentReportsareduein
14	thedepartment-office-not-later-than-thirty-(30)-days-after
15	the-close-of-the-period.
16	(1) Information contained in the reports shall be held
17	confidential by the department. Summary data published by
18	the department shall be in a form that will not disclose
19	details of any operation or business.
20	(2) The department has the right to inspect and audit,
21	during normal business hours, each licensee's records for
22	the purpose of verifying tonnage reports.
22 23	the purpose of verifying tonnage reports. (3) Failure to file an accurate report constitutes a

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1 Section 9. Section 3-1722, R.C.M. 1947, is amended to read as follows:

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3 "3-1722. Publications. The department shall publish at 4 least annually information concerning the sales of commercial fertilizers, and soil amendments together with 5 data on their production and use as it considers advisable, б and shall report the results of the analysis based on 7 official samples of commercial fertilizers and soil 8 amendments sold in this state." 9

Section 10. There is a new R.C.M. section numbered 10 3-1723.1 that reads as follows: 11

3-1723.1. Rules -- adoption by department. (1) The 12 department may adopt those rules for commercial fertilizer 13 and soil amendment which are specifically authorized in this 14 act and those other reasonable rules necessary for the 15 efficient enforcement of this act. 16

(2) In adopting rules the department shall follow 17 procedures prescribed in the Montana Administrative 18 Procedure Act. 19

Section 11. Section 3-1724, R.C.M. 1947, is amended to 20 21 read as follows:

"3-1724. Cancellation or refusal of registration or 22 licenses. (1) The department may cancel the registration of 23 any commercial fertilizer or soil amendment and may refuse 24 to register any commercial fertilizer or soil amendment upon 25 HB 678 -17-

1 satisfactory evidence that the registrant has used fraudulent or deceptive practices in the evasion or 2 attempted evasion of this chapter or any rules adopted under 3 However, no registration may be revoked or refused 4 it. until the registrant is given the opportunity to appear -- for 5 a--hearing--by-the-department;-as-provided-in-section-3-1723 6 7 amend his application or correct other practices. (2) The department may cancel any license or refuse to 8 9 license any person when it has satisfactory evidence that the person has used fraudulent or deceptive practice in the 10 11 evasion or attempted evasion of this chapter or any rules 12 adopted under it. However, no license may be revoked or refused until the person involved is given the opportunity 13 14 to appear for a hearing by the department." Section 12. There is a new R.C.M. section numbered 15 3-1725.1 that reads as follows: 16 3-1725.1. Enforcement embargo order 17 condemnation. (1) When the department has reasonable cause 18 believe any lot of commercial fertilizer or soil 19 to 20 amendment is in violation of this act or a rule adopted by the department, it may issue and enforce a written or 21 22 printed embargo order, requiring the person holding the commercial fertilizer or soil amendment not to dispose of it 23 in any manner until written permission is granted by the 24 25 department or the court. The department shall release the

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product when this act and the rules of the department have been complied with. If compliance is not obtained within thirty (30) days, the department may begin, or upon the request of the registrant or the person holding the product shall begin, proceedings for condemnation.

6 (2) Commercial fertilizer or soil amendment not in compliance with this act or the rules of the department may 7 8 be seized on complaint of the department to a district court 9 in the area in which the product is located. If the court 10 finds the product in violation of this act and orders its 11 condemnation, the fertilizer or amendment shall be disposed of in any manner consistent with the quality of the product 12 13 and state law. The disposition of the product may not be 14 ordered by the court without first giving the owner or 15 person from whom the product was seized an opportunity to apply to the court for release of the product or for 16 17 permission to process or relabel the product to bring it 18 into compliance with this act.

19 Section 13. There is a new R.C.M. section numbered20 3-1726.1 that reads as follows:

3-1726.1. Plant food deficiency and commercial value.
(1) Penalty for nitrogen, available phosphoric acid or
phosphorus and potash or potassium. If the analysis shows
that a commercial fertilizer is deficient (a) in one or more
if its guaranteed primary plant foods (NPK) beyond the
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1 "investigational allowance" as established by regulation, or 2 (b) if the overall index value of the fertilizer is 3 below the level established by regulations, a penalty of two 4 (2) times the commercial value of that deficiency, as 5 determined by the dealer or manufacturers' price on the date of sampling of the deficiency or deficiencies, shall be 6 assessed. When a commercial fertilizer is subject to a 7 penalty under both (a) and (b) the larger penalty applies. 8 (2) Penalty for other deficiencies -- deficiencies 9 beyond the investigational allowances as established by 10

11 regulation in any other constituent covered under section 12 3-1714.3 (1)(b), (c) and (d), R.C.M. 1947, which the 13 registrant is required to or may guarantee, shall be 14 evaluated and penalties shall be assessed at two times the 15 commercial value of the deficiency as determined by the 16 dealers' retail price on the date of sampling.

17 (3) Nothing contained in this section shall prevent
18 any person from appealing the department's decision to a
19 court of competent jurisdiction.

20 (4) All penalties assessed under this section shall be
21 paid to the consumer of the lot, NOT TO LXCEED ONE HUNDRED
22 (100) TONS, of commercial fertilizer represented by the
23 sample analyzed within three (3) months after the date of
24 notice from the department to the registrant or licensee.
25 If at the end of the three (3) month period, the consumer
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cannot be found, receipts shall be taken and promptly
 forwarded to the department for deposit in the earmarked
 revenue fund as provided in section 3-1717.1.

4 Section 14. Section 3-1727, R.C.M. 1947, is amended to 5 read as follows:

"3-1727. Violations-enforcement 6 proceedings judicial review. (1) If it appears from the examination of 7 any commercial fertilizer that this chapter or the rules 8 adopted under this chapter have been violated, 9 the department shall give notice of the violations to the 10 registrant, licensee, distributor, or possessor from whom 11 12 the sample was taken. A person notified shall be given an opportunity to be heard under rules of the department. If it 13 appears after a hearing, either in the presence or absence 14 of the person notified, that this chapter or rules issued 15 under this chapter have been violated, the department may 16 certify the facts to the proper prosecuting attorney. 17

(2) A person who violates this chapter or the rules 18 adopted under this chapter, or who obstructs, prevents, or 19 attempts to prevent the department from performing its duty 20 21 under this chapter, is guilty of a misdemeanor and shall be fined not less than three hundred dollars (\$300) nor more 22 than five hundred dollars (\$500) for the first violation, 23 and not less than three hundred dollars (\$300) nor more than 24 one thousand dollars (\$1,000) for a subsequent violation. In 25 HB 678 -21all prosecutions under this chapter involving the
 composition of a lot of commercial fertilizer, a certified
 copy of the official analysis of the department is prima
 facie evidence of the composition.

5 (3) Nothing in this chapter requires the department to 6 report for prosecution or for the beginning of seizure 7 proceedings minor violations of this chapter when it 8 believes that the public interest will be best served by a 9 suitable notice of warning in writing.

10 (4) A prosecuting attorney to whom a violation is
11 reported shall prosecute the violator in a court of
12 competent jurisdiction without delay.

13 (5) The department may apply for and the court may 14 grant a temporary or permanent injunction restraining any 15 person from violating or continuing to violate any of the 16 provisions of this chapter or any rule adopted under the 17 chapter notwithstanding the existence of other remedies at 18 law. The injunction shall be issued without bond.

19 (6) If a person adversely affected by an act, order, or 20 ruling made by the department under this chapter is not 21 entitled to a hearing before the department to determine his 22 rights, he may within forty-five (45) days, sue in the 23 district court of any county where the alleged violation 24 giving rise to the department's act, order, or ruling 25 occurred, for new trial of the issues bearing upon the act,

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order, or ruling. After the trial the court may issue and
 enforce those orders, judgments, or decrees it considers
 proper, just, and equitable."

4 Section 15. Section 3-1728, R.C.M. 1947, is amended to 5 read as follows:

6 *3-1728. Exchanges between manufacturers. Nothing in 7 this act shall be construed to restrict or avoid sales or 8 exchanges of commercial fertilizers or soil amendment to 9 each other by importers, manufacturers, or manipulators who 10 mix fertilizer materials for sale or as preventing the free 11 and unrestricted shipments of commercial fertilizer or soil 12 amendment to manufacturers, or manipulators who have 13 registered their brands and grades or licensed their 14 facilities as required by the provisions of this act."

15 Section 16. Severability. If a part of this act is 16 invalid, all valid parts that are severable from the invalid 17 part remain in effect. If a part of this act is invalid in 18 one or more of its applications, the part remains in effect 19 in all valid applications that are severable from the 20 invalid applications.

Section 17. Repealer. Sections 3-1714, 3-1715,
 3-1716, 3-1717, 3-1720, 3-1721, 3-1723, 3-1725, and 3-1726,
 R.C.M. 1947, are repealed.

24 Section 18. Effective date. This act is effective 25 January 1, 1976. -End-

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one of the primary plant nutrients (nitrogen, phosphoric acid and potash), or (ii) has approximately eighty-five percent (85%) of content present in the form of a single or ived from a plant or animal residue or tural material deposit which has been h a way that its content of primary plant t been materially changed except by oncentration. fertilizers" is a commercial fertilizer ntaining any combination or mixture of ils. ty fertilizer" is a commercial fertilizer

stributed primarily for nonfarm use, such lawns, shrubbery, flowers, golf courses, emeteries, greenhouses, and nurseries and ial fertilizers used for research or ses.

rtilizer" is commercial fertilizer (dry or d in nonpackage form, or in containers of housand (1000) pounds.

d fertilizer" is commercial fertilizer stributed in sealed containers of one thousand (1000) pounds or less. 25

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A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND	4	its plant nutrient
UPDATE COMMERCIAL FERTILIZER LAWS, MODIFYING AND ADDING	5	chemical compound,
DEFINITIONS, CHANGING LICENSING REQUIREMENTS, RAISING	6	(iii) is der
FERTILIZER INSPECTION FEES, ESTABLISHING INSPECTION FEES FOR	7	by-product or a na
SOIL AMENDMENTS, ALTERING THE TONNAGE REPORTING SYSTEM,	8	processed in such
ESTABLISHING AN EFFECTIVE DATE; AMENDING SECTIONS 3-1714.1,	9	nutrients has not
3-1718, 3-1722, 3-1724, 3-1727, AND 3-1728, R.C.M. 1947, AND	10	purification and c
REPEALING SECTIONS 3-1714, 3-1715, 3-1716, 3-1717, 3-1720,	11	(b) "Mixed :
3-1721, 3-1723, 3-1725, AND 3-1726, R.C.M. 1947."	12	(dry or liquid) co
·	13	fertilizer materia
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	14	(c) "Special
Section 1. There is a new R.C.M. section numbered	15	(dry or liquid) dis
3-1714.2 that reads as follows:	16	as nome gardens,
3-1714.2. Definitions. As used in this chapter:	17	municipal parks, co
(1) "Commercial fertilizer" includes any substance	18	includes commerc
containing one or more recognized plant nutrients which is	19	experimental purpo
used for its plant nutrient content and which is designed	20	(d) "Bulk fe
for use or claimed to have value in promoting plant growth,	21	liquid) distribute
yield or quality of the crop.	22	greater than one t
(a) "Fertilizer materials" is a commercial fertilizer	23	(e) "Package
which either:	24	(dry or liquid) di
(i) contains important quantities of not more than	25	thousand (1000) po

HOUSE BILL NO. 678

INTRODUCED BY AAGESON, GUNDERSON

THIRD READING

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25 (11) "Manipulated manures" means substances composed -3- HB 678

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primarily of excreta, plant remains, or mixtures of such
 substances which have been processed in any manner,
 including the addition of plant nutrients, drying, grinding
 and other means.

5 (12) "Soil amendment" means any material not included 6 under commercial fertilizer, or those products subject to 7 the Federal Insecticide, Fungicide or Rodenticide Act as 8 amended, which is added to soil or to plants for purposes of 9 ihfluencing the growth, yield or quality of the crop, soil 10 flora or fauna or other soil characteristics.

11 (13) "Licensee" means any person who has obtained a 12 license from the department so he may legally distribute 13 commercial fertilizer other than specialty fertilizers or 14 soil amendment in this state.

15 Section 2. Section 3-1714.1, R.C.M. 1947, is
 16 renumbered 3-1714.3, and is amended to read as follows:
 17 "3-1714.1 3-1714.3. Guaranteed analysis. (1) Until the

18 department prescribes the alternative form under subsection 19 (2) of this section, "guaranteed analysis" means the minimum 20 percentage of plant nutrients claimed in the following order 21 and form:

 22
 (a) Total nitrogen (N)-----percent

 23
 Available phosphoric acid (P205)-----percent

 24
 Soluble potash (K20)-----percent

 25
 (b) For unacidulated mineral phosphatic materials and

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1 basic slag, guaranteed--analysis--includes--both-total-and available-phosphorie-acid-and-the-degree-of-fineness: 2 3 (e)--For bone meal, tankage, and other organic phosphatic materials, guaranteed-analysis-includes-total 4 phosphoric-acid the total phosphoric acid and/or degree of 5 6 fineness may also be guaranteed. 7 (d) (c) Guarantees for plant nutrients other than 8 nitrogen, phosphorus, and potassium may be permitted or 9 required by rules adopted by the department. The quarantees 10 for other nutrients shall be expressed in the form of the 11 element. The sources of other nutrients including, but not 12 limited to, oxides, salt, and chelates, may be required to be stated on the application for registration and may be 13 included as a parenthetical statement on the label. Other 14 15 beneficial substances or compounds, determinable by laboratory methods, also may be guaranteed by permission of 16 the department. When any plant nutrients or other substances 17 or compounds are guaranteed, they are subject to inspection 18 19 and analysis in accord with the methods and regulations 20 prescribed by section 3-1718. (c) (d) Except-when-prohibited-by-regulation;-potential 21 Potential basicity or acidity expressed in terms of calcium 22 23 carbonate equivalent in multiples of one hundred (100)

24 pounds per ton, may-be-shown when required by regulation.

25 (2) If the department finds, after public hearing, -5- HB 678

1 that the requirement for expressing the guaranteed analysis 2 of phosphorus and potassium in elemental form would not 3 impose an economic hardship on distributors and users of 4 fertilizer by reason of conflicting labeling requirements 5 among the states, it may require by department rule that the 6 quaranteed analysis be in the following form: 7 Total nitrogen (N)-----percent Available phosphorus (P)-----percent 8 9 Soluble potassium (K)-----percent (3) The effective date of the rule may not be less 10 than six (6) months following the adoption of the rule. For 11 12 a period of two (2) years following the effective date of 13 the rule, the equivalent of phosphorus and potassium may 14 also be shown in the form of phosphoric acid and potash. 15 However, after the effective date of a rule requiring that 16 phosphorus and potassium be shown in the elemental form, the 17 guaranteed analysis for nitrogen, phosphorus, and potassium 18 is the grade for those elements. 19 (4) Soil amendments shall guarantee the minimum 20 quantity of each active ingredient in terms approved by the 21 department or in terms as set forth in rules issued by the department. They shall also meet any other requirements 22 23 established by rule by the department."

24 Section 3. There is a new R.C.M. section numbered

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25 3-1715.1 that reads as follows:

1 3-1715.1. Registration and licenses. (1) Each brand and grade of fertilizer and each soil amendment except 2 unmanipulated animal and vegetable manures, shall be 3 4 registered BY THE MANUFACTURER before distribution in this 5 state. The application for registration shall be submitted 6 to the department on a form furnished or approved by the 7 department and shall be accompanied by a fee of ten dollars (\$10) per grade for each fertilizer and for each soil 8 9 amendment with exception of specialty fertilizers in 10 packages of ten (10) pounds or less which shall be registered at a fee of twenty-five dollars (\$25) each. Upon 11 12 approval, the department shall furnish a copy of the registration to the applicant. All registrations expire on 13 December 31 of each year. The application for registration 14 15 shall include:

(a) the brand and grade;

16

17 (b) the guaranteed analysis;

18 (c) the source of each plant food element guaranteed;

19 (d) the name and address of the registrant;

20 (e) a copy or facsimile of each label and of
21 promotional material <u>WHEN REQUESTED BY THE DEPARTMENT.</u>

Further, the department shall require the applicant to furnish replicated data, performed by a reputable investigator whose work is recognized as acceptable by the director of the agricultural experiment station or his -7- idB 678 designee, verifying any claims for effectiveness or
 agricultural value of any fertilizer or soil amendment
 product which is not generally recognized as having the
 values claimed at the use rates recommended.

5 (2) A distributor may not be required to register any
6 brand or grade of commercial fertilizer which is already
7 registered under this section by another person.

8 (3) The plant nutrient content of every brand and
9 grade of commercial fertilizer shall remain uniform for the
10 period of registration.

11 (4) No person shall distribute in this state any type 12 of fertilizer or soil amendment, except unmanipulated animal or vegetable manures, or specialty fertilizer, until a 13 14 license to distribute has been obtained, for each facility 15 distributing into this state and for each handling facility 16 in this state, from the department upon payment of a fifty 17 dollar (\$50) fee for each license. The department may 18 exempt, by rule, manufacturers. All licenses expire on 19 December 31 of each year and are subject to the following:

20 (a) The application for license shall be on forms21 provided by the department.

(b) The applicant shall provide a sample copy of
labeling to be used. The form of labeling shall meet
department standards, established by rule, and all labeling
shall be in proper form.

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1	(c) The licensee is not required to register a grade
2	of fertilizer blendedtoaspecificcustomerorder
3	REGISTERED BY THE MANUFACTURER, OR BLENDED TO GRADE FROM
4	REGISTERED PRODUCTS BY THE LICENSEE.
5	(5) The manufacturer or distributor shall at all times
6	deliver a uniform grade of fertilizer or soil amendment.
7	When two (2) or more fertilizers are delivered in the same
8	load, they shall be thoroughly and uniformly mixed unless
9	they are in separate compartments.
10	Section 4. There is a new R.C.M. section numbered
11	3-1716.1 that reads as follows:
12	3-1716.1. Labeling. (1) Any commercial fertilizer
13	distributed in this state in containers PACKAGES shall have
14	affixed to or printed on the container a label setting forth
15	in clearly legible and conspicuous form:
16	(a) the net weight;
17	(b) the name and address of the manufacturer or
18	distributor guaranteeing the analysis;
19	(c) the brand and product name;
20	(d) the grade;
21	(e) the guaranteed analysis; and
22	(f) other requirements as established by rule.
23	(2) All commercial fertilizer delivered in this state
24	in bulk, whether a manufactured grade or blended grade,
25	shall be accompanied by a clearly legible document, which
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1	shall be supplied to the purchaser at the time of delivery,
2	and at the time his invoice is delivered. The document
3	shall show:
4	(a) net weight;
5	(b) name and address of the distributor or
6	manufacturer guaranteeing the analysis;
7	tetgrade;
8	(d)guaranteed-analysis;
9	{c}netweightandguaranteedanalysisofeach
10	ingrodientaddodtoa-blendytogetherwithspreading
11	instructions;-and
12	(C) GUARANTEED ANALYSIS, OR, ON BLENDED FERTILIZER,
13	THE NET WEIGHT AND GUARANTEED ANALYSIS OF EACH INGREDIENT
14	ADDED; AND
15	(f) (D) other requirements as established by rule.
16	(3) When distributed in containers, soil amendments
17	shall have a label affixed to or printed on the container.
18	When delivered in bulk the label shall be clearly legible
19	and shall accompany the delivery of the product. This label
20	shall be supplied to the purchaser at the time of delivery
21	and at the time of invoicing. The label shall contain the
22	following information:
23	(a) net weight;
24	(b) name and address of the registrant or licensee who
25	is responsible for the product;

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1 (c) brand and product name:

5

2 (d) guaranteed analysis;

3 (e) other requirements, such as particle size, as4 established by rule.

5 Section 5. There is a new R.C.M. section numbered 6 3-1717.1 that reads as follows:

7 3-1717.1. Fees. (1) There shall be paid to the department fees on all commercial fertilizer, except 8 9 specialty fertilizers sold in packages of ten (10) pounds or 10 less, and unmanipulated animal and vegetable manures 11 distributed in this state, provided that sales to 12 manufacturers or exchanges between them are exempt. The 13 fees are:

14 (a) Inspection, twenty cents (\$.20) per ton. The
15 department may by rule after hearing, adjust the inspection
16 fee not to exceed a maximum of twenty-five cents (\$.25) per
17 ton to maintain adequate funding for the administration of
18 this act. Any change in fee becomes effective on the first
19 day of a reporting period. All registrants shall be given
20 notice of any change in fees before the effective date.

(b) Assessment, the fee prescribed in section 3-1729.
The assessment fee shall be used to fund educational and
experimental programs as provided in sections 3-1729,
3-1730, 3-1731 and 3-1734, R.C.M. 1947.

25 (2) There shall be paid to the department on all soil -11- HB 678 1 amendments distributed in this state an inspection fee of 2 ten cents (\$.10) per ton subject to the following 3 provisions:

4 (a) sales to manufacturer's or exchanges between them 5 are exempt; and

6 (b) when less than fifty (50) tons of registered soil 7 amendment is sold per six (6) month period, there shall be 8 paid to the department a fee of five dollars (\$5) per soil 9 amendment per six (6) month period in lieu of the ten cents 10 (\$.10) per ton fee. Inspection fees shall be used by the 11 department for administration of this act.

12 (3) Every registrant AND LICENSEE who distributes a 13 soil amendment or commercial fertilizer, except specialty fertilizer in packages of ten (10) pounds or less and 14 unmanipulated manures, TO AN UNLICENSED OR UNREGISTERED 15 16 PERSON, in this state shall file with the department on 17 forms furnished OR APPROVED by the department a semiannual 18 statement for the periods ending June 30 and December 31 19 setting forth the number of net tons of each commercial 20 fertilizer and/or soil amendment distributed in this state during the six (6) month period. The report is due on or 21 22 before the thirtieth day of the month following the close of each period. The registrant shall pay the proper inspection 23 24 fee at that time.

25 If the tonnage report is not filed and the payment of -12- HB 678 inspection fee is not made within thirty (30) days after the end of the period a collection fee amounting to ten percent (10%) of the amount due but not less than ten dollars (\$10) shall be assessed against the registrant or licensee, and the amount of fees due shall constitute a debt and become the basis of a judgment against the registrant.

7 (4) All fees collected for licenses, registration and inspection, and moneys collected as penalties shall be 8 deposited in the state treasury to the credit of the 9 earmarked revenue fund for the purpose of administering this 10 chapter, including the cost of equipment and facilities and 11 12 the cost of inspecting, analyzing and examining commercial 13 fertilizer and soil amendments manufactured or distributed in this state. Reserve funds may be invested by the 14 department with interest credited to the earmarked revenue 15 16 fund.

17 Section 6. Section 3-1718, R.C.M. 1947, is amended to 18 read as follows:

"3-1718, Inspection, sampling, analysis, (1) 19 The department. in cooperation with the agricultural experiment 20 station of Montana state university, shall sample, inspect, 21 22 analyze, and test commercial fertilizers and soil amendments 23 distributed in this state at a time and place and to an 24 extent necessary to determine whether the commercial 25 fertilizers or soil amendments are in compliance with this -13-IIB 678 chapter. The department may enter upon any public or private
 premises during regular business hours in order to have
 access to commercial fertilizers or soil amendments subject
 to this chapter.

5 (2) The methods of analysis and sampling shall be 6 those adopted by the department from sources such as those 7 of the association of official analytical chemists. The 8 results of analysis, together with additional information 9 the department considers advisable, shall be transmitted 10 promptly to the manufacturer and to the dealer or person in 11 whose possession the product was sampled.

12 (3) The department, in determining whether any 13 commercial fertilizer is deficient in plant food, or soil 14 <u>amendment is deficient</u>, shall be guided solely by the 15 official sample obtained and analyzed as provided for in 16 paragraphs (1) and (2) of this section.

17 (4) If on the basis of an inspection or the analysis 18 of the official sample a commercial fertilizer or soil 19 amendment is found to be subject to penalty or other legal 20 action, the department shall forward to the registrant 21 notification of the violation at least ten (10) days before 22 its report is made public. If during that period no 23 adequate evidence to the contrary is made available to the 24 department, the report becomes official. Upon request, the department shall furnish to the registrant a portion of any 25 -14-HB 678

1	3-1721.1 that reads as follows:
2	3-1721.1. Licensee tonnage reports confidentiality
3	inspection failure to file. (1)Each-licensee-shall
4	file-a-semiannual-reportcoveringtheperiodsJanuaryl
5	throughJune-30-and-July-1-through-Becember-31The-report
6	shall-include:
7	(a}bcginningandendingcommercialfertilizer
8	inventory-tonnage-by-grade;
9	(b) data-showing-tonnages-received-by-grade-during-the
10	period;-and
11	(c)the-name-of-the-supplier.
12	Allreports-shall-be-on-forms-provided-by-the-department-or
13	in-a-form-approved-by-the-departmentReportsareduein
14	thedepartment-office-not-later-than-thirty-{38}-days-after
15	the-close-of-the-period.
16	(1) Information contained in the reports shall be held
17	confidential by the department. Summary data published by
18	the department shall be in a form that will not disclose
19	details of any operation or business.
20	(2) The department has the right to inspect and audit,
21	during normal business hours, each licensee's records for
22	the purpose of verifying tonnage reports.
23	(3) Failure to file an accurate report constitutes a
24	violation of this act and may be punished by fine,
25	revocation of license, or both.

sample found subject to penalty or other legal action."
 Section 7. There is a new R.C.M. section numbered

3 3-1720.1 that reads as follows:

4 3-1720.1. Misbranding and adulteration -- prohibition. 5 No person shall distribute a misbranded or adulterated 6 fertilizer or soil amendment. (1) A commercial fertilizer 7 or soil amendment is misbranded if it:

8 (a) carries any false or misleading statement upon or
9 attached to the container, or if false or misleading
10 statements concerning its agricultural value are made on the
11 container or in any advertising matter accompanying or
12 associated with the product;

(b) is distributed under the name of another product;
(c) is not labeled as required in section 3-1716 and
in accordance with rules prescribed under this act; or

16 (d) purports to be or is represented as a commercial 17 fertilizer, or is represented as containing a plant nutrient 18 or commercial fertilizer, unless that plant nutrient or commercial fertilizer conforms to the definition of 19 20 identity, if any, prescribed by rule of the department. In 21 adopting this type rule the department shall give due regard 22 to commonly accepted definitions and official fertilizer 23 terms as issued by the association of American plant food 24 control officials.

25 Section 8. There is a new R.C.M. section numbered -15- IIB 678

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Section 9. Section 3-1722, R.C.M. 1947, is amended to
 read as follows:

3 "3-1722. Publications. The department shall publish at 4 least annually information concerning the sales of 5 commercial fertilizers, and soil amendments together with 6 data on their production and use as it considers advisable, 7 and shall report the results of the analysis based on 8 official samples of commercial fertilizers and soil 9 amendments sold in this state."

10 Section 10. There is a new R.C.M. section numbered 11 3-1723.1 that reads as follows:

12 3-1723.1. Rules -- adoption by department. (1) The 13 department may adopt those rules for commercial fertilizer 14 and soil amendment which are specifically authorized in this 15 act and those other reasonable rules necessary for the 16 efficient enforcement of this act.

17 (2) In adopting rules the department shall follow 18 procedures prescribed in the Montana Administrative 19 Procedure Act.

20 Section 11. Section 3-1724, R.C.M. 1947, is amended to 21 read as follows:

22 "3-1724. Cancellation <u>or refusal</u> of registration <u>or</u>
23 <u>licenses. (1)</u> The department may cancel the registration of
24 any commercial fertilizer or <u>soil amendment and may</u> refuse
25 to register any commercial fertilizer <u>or soil amendment</u> upon
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1 satisfactory evidence that the registrant has used 2 fraudulent or deceptive practices in the evasion or attempted evasion of this chapter or any rules adopted under 3 it. However, no registration may be revoked or refused Δ until the registrant is given the opportunity to appear -- for 5 a--hearing--by-the-departmenty-as-provided-in-section-3-1723 6 amend his application or correct other practices. 7 8 (2) The department may cancel any license or refuse to license any person when it has satisfactory evidence that 9 the person has used fraudulent or deceptive practice in the 10 11 evasion or attempted evasion of this chapter or any rules 12 adopted under it. However, no license may be revoked or refused until the person involved is given the opportunity 13 14 to appear for a hearing by the department." 15 Section 12. There is a new R.C.M. section numbered 3-1725.1 that reads as follows: 16 17 3-1725.1. Enforcement -embargo order ----18 condemnation. (1) When the department has reasonable cause to believe any lot of commercial fertilizer or soil 19 amendment is in violation of this act or a rule adopted by 20 21 the department, it may issue and enforce a written or 22 printed embargo order, requiring the person holding the 23 commercial fertilizer or soil amendment not to dispose of it 24 in any manner until written permission is granted by the department or the court. The department shall release the 25 -18-HB 678 product when this act and the rules of the department have
 been complied with. If compliance is not obtained within
 thirty (30) days, the department may begin, or upon the
 request of the registrant or the person holding the product
 shall begin, proceedings for condemnation.

6 (2) Commercial fertilizer or soil amendment not in 7 compliance with this act or the rules of the department may 8 be seized on complaint of the department to a district court 9 in the area in which the product is located. If the court 10 finds the product in violation of this act and orders its 11 condemnation, the fertilizer or amendment shall be disposed 12 of in any manner consistent with the quality of the product 13 and state law. The disposition of the product may not be 14 ordered by the court without first giving the owner or 15 person from whom the product was seized an opportunity to 16 apply to the court for release of the product or for 17 permission to process or relabel the product to bring it 18 into compliance with this act.

19 Section 13. There is a new R.C.M. section numbered
20 3-1726.1 that reads as follows:

3-1726.1. Plant food deficiency and commercial value.
(1) Penalty for nitrogen, available phosphoric acid or
phosphorus and potash or potassium. If the analysis shows
that a commercial fertilizer is deficient (a) in one or more
if its guaranteed primary plant foods (NPK) beyond the
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1 "investigational allowance" as established by regulation, or 2 (b) if the overall index value of the fertilizer is 3 below the level established by regulations, a penalty of two 4 (2) times the commercial value of that deficiency, as 5 determined by the dealer or manufacturers' price on the date 6 of sampling of the deficiency or deficiencies, shall be assessed. When a commercial fertilizer is subject to a 7 R penalty under both (a) and (b) the larger penalty applies.

9 (2) Penalty for other deficiencies -- deficiencies 10 beyond the investigational allowances as established by 11 regulation in any other constituent covered under section 12 3-1714.3 (1)(b), (c) and (d), R.C.M. 1947, which the 13 registrant is required to or may guarantee, shall be 14 evaluated and penalties shall be assessed at two times the 15 commercial value of the deficiency as determined by the dealers' retail price on the date of sampling. 16

17 (3) Nothing contained in this section shall prevent
18 any person from appealing the department's decision to a
19 court of competent jurisdiction.

20 (4) All penalties assessed under this section shall be
21 paid to the consumer of the lot, NOT TO EXCEED ONE HUNDRED
22 (100) TONS, of commercial fertilizer represented by the
23 sample analyzed within three (3) months after the date of
24 notice from the department to the registrant or licensee.
25 If at the end of the three (3) month period, the consumer
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cannot be found, receipts shall be taken and promptly
 forwarded to the department for deposit in the earmarked
 revenue fund as provided in section 3-1717.1.

4 Section 14. Section 3-1727, R.C.M. 1947, is amended to 5 read as follows:

6 "3-1727. Violations-enforcement proceedings 7 judicial review. (1) If it appears from the examination of any commercial fertilizer that this chapter or the rules 8 9 adopted under this chapter have been violated, the 10 department shall give notice of the violations to the registrant, licensee, distributor, or possessor from whom 11 the sample was taken. A person notified shall be given an 12 13 opportunity to be heard under rules of the department. If it 14appears after a hearing, either in the presence or absence 15 of the person notified, that this chapter or rules issued 16 under this chapter have been violated, the department may certify the facts to the proper prosecuting attorney. 17

18 (2) A person who violates this chapter or the rules 19 adopted under this chapter, or who obstructs, prevents, or attempts to prevent the department from performing its duty 20 under this chapter, is quilty of a misdemeanor and shall be 21 fined not less than three hundred dollars (\$300) nor more 22 than five hundred dollars (\$500) for the first violation, 23 and not less than three hundred dollars (\$300) nor more than 24 one thousand dollars (\$1,000) for a subsequent violation. In 25 HB 678 -21all prosecutions under this chapter involving the
 composition of a lot of commercial fertilizer, a certified
 copy of the official analysis of the department is prima
 facie evidence of the composition.

5 (3) Nothing in this chapter requires the department to 6 report for prosecution or for the beginning of seizure 7 proceedings minor violations of this chapter when it 8 believes that the public interest will be best served by a 9 suitable notice of warning in writing.

10 (4) A prosecuting attorney to whom a violation is
11 reported shall prosecute the violator in a court of
12 competent jurisdiction without delay.

13 (5) The department may apply for and the court may 14 grant a temporary or permanent injunction restraining any 15 person from violating or continuing to violate any of the 16 provisions of this chapter or any rule adopted under the 17 chapter notwithstanding the existence of other remedies at 18 law. The injunction shall be issued without bond.

19. (6) If a person adversely affected by an act, order, or 20 ruling made by the department under this chapter is not 21 entitled to a hearing before the department to determine his 22 rights, he may within forty-five (45) days, sue in the 23 district court of any county where the alleged violation giving rise to the department's act, order, or ruling 24 occurred, for new trial of the issues bearing upon the act, 25 -22-HB 678 order, or ruling. After the trial the court may issue and
 enforce those orders, judgments, or decrees it considers
 proper, just, and equitable."

4 Section 15. Section 3-1728, R.C.M. 1947, is amended to 5 read as follows:

6 *3-1728. Exchanges between manufacturers. Nothing in 7 this act shall be construed to restrict or avoid sales or 8 exchanges of commercial fertilizers or soil amendment to 9 each other by importers, manufacturers, or manipulators who 10 mix fertilizer materials for sale or as preventing the free 11 and unrestricted shipments of commercial fertilizer or soil 12 amendment to manufacturers, or manipulators who have registered their brands and grades or licensed their 13 14 facilities as required by the provisions of this act."

15 Section 16. Severability. If a part of this act is 16 invalid, all valid parts that are severable from the invalid 17 part remain in effect. If a part of this act is invalid in 18 one or more of its applications, the part remains in effect 19 in all valid applications that are severable from the 20 invalid applications.

Section 17. Repealer. Sections 3-1714, 3-1715,
 3-1716, 3-1717, 3-1720, 3-1721, 3-1723, 3-1725, and 3-1726,
 R.C.M. 1947, are repealed.

24 Section 18. Effective date. This act is effective
25 January 1, 1976.

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March 17, 1975

SENATE COMMITTEE OF THE WHOLE

AMENDMENTS TO HOUSE BILL NO. 678

That House Bill No. 678, third reading, be amended as follows:

- 1. Amend page 12, section 5, line 23.
 Following: "registrant"
 Insert: "or licensee"
 Following: "proper"
 Strike: "inspection"
- 2. Amend page 12, section 5, line 23. Following: "proper" Strike: "inspection"
- 3. Amend page 12, section 5 (3), line 24. Strike: "fee" Insert: "fees, as set forth in subsection (1) of this section,"
- 4. Amend page 13, section 5 (3), line 1.
 Strike: "inspection fee"
 Insert: "fees"
- 5. Amend page 13, seciton 5 (3), line 6. Following: "registrant" Insert: "or licensee"
- 6. Amend page 15, section 7 (1) (c), line 14. Following: "section" Strike: "3-1716" Insert: "3-1716.1"

Corrected Copy 3/19/75

March 17, 1975

SENATE COMMITTEE OF THE WHOLE

AMENDMENTS TO HOUSE BILL NO. 678

That House Bill No. 678, third reading, be amended as follows:

- 1. Amend page 12, section 5, line 23. Following: "registrant" Insert: "or licensee"
- 2. Amend page 12, section 5, line 23. Following: "proper" Strike: "inspection"
- 3. Amend page 12, section 5, line 24. Strike: "fee" Insert: "fees, as set forth in subsection (1) of this section,"
- 4. Amend page 13, section 5, line 1. Strike: "inspection fee" Insert: "fees"
- 5. Amend page 13, section 5, line 6. Following: "registrant" Insert: "or licensee"
- 6. Amend page 15, section 7, line 14. Following: "section" Strike: "3-1716" Insert: "3-1716.1"

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1	HOUSE BILL NO. 678	1	one of the primary plant nutrients (nitrogen, phosphoric
2	INTRODUCED BY AAGESON, GUNDERSON	2	acid and potash), or
З		3	(ii) has approximately eighty-five percent (85%) of
4	A BILL POK AN ACT ENTITLED: "AN ACT 16 GENERALLY REVIST AND	4	its plant nutrient content present in the form of a single
5	UPDATE COMPESCIAL PERTILIZER LAWS, MODIFYING AND ADDING	5	chemical compound, or
6	DEFINITIONS, CHANGING LICENSING REQUIREMENTS, HAISING	6	(iii) is derived from a plant or animal residue or
7	PERTILIZEB INSPECTION PPES, ESTABLISHING INSEFCTION PEES POR	7	by-product or a natural material deposit which has been
8	SOIL AMENDMENTS, ALTEBING 1HE TONNAGE REPORTING SYSTEM,	8	processed in such a way that its content of primary plant
9	ESTABLISHING AN EFFECTIVE DATE; AMENDING SECTIONS 3-1714.1,	9	nutrients has not been materially changed except by
16	3-1718, 3-1722, 3-1724, 3-1727, AND 3-1728, B.C.M. 1947, AND	10	purification and concentration.
11	REPEALING SECTIONS 3-1714, 3-1715, 3-1716, 3-1717, 3-1720,	11	(b) "Mixed fertilizers" is a commercial fertilizer
12	3-1721, 3-1723, 3-1725, AND 3-1726, R.C.B. 1947."	12	(dry or liquid) containing any combination or mixture of
13		13	fertilizer materials.
14	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF BONTANA:	14	(c) "Specialty fertilizer" is a commercial tertilizer
15	Section 7. There is a new L.C.E. section numbered	15	(dry or liquid) distributed primarily for nonfarm use, such
16	3-1714.2 that reads as follows:	16	as home gardens, lawns, shrubbery, flowers, golf courses,
17	3-1714.2. Definitions. As used in this chapter:	17	municipal parks, cemeteries, greenhouses, and nurseries and
18	(1) "Commercial fertilizer" includes any substance	18	includes commercial fertilizers used for research or
19	containing one or more recognized plant nutrients which is	19	experimental purposes.
20	used for its plant nutrient content and which is designed	20	(à) "Bulk fertilizer" is commercial fertilizer (dry or
21	for use or claimed to have value in promoting plant growth,	21	liquid) distributed in nonpackage form, or in containers of
22	yield or guality of the crop.	22	greater than one thousand (1000) pounds.
23	(a) "Fertilizer materials" is a commercial fertilizer	23	(e) "Fackaged fertilizer" is commercial fertilizer
24	which either:	24	(dry or liquid) distributed in sealed containers of one
25	(i) contains important guantities of not more than	25	thousand (1060) yourds or less.
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REFERENCE BILL

н**Б 678**

(2) "Brand" means a term, design, or trademark used in
 connection with one (1) or several grades of connectial
 fertilizer.

4 (3) "Grade" means the percentages of total nitrogen, 5 available phosphorus or phosphoric acid, and soluble 6 potassium or soluble potash stated in whole numbers in the 7 same terms, order, and percentages as in the guaranteed 8 analysis. Provided, however, that fertilizer materials, 9 bone meal, manures and similar raw materials may be 10 guaranteed in fractional units.

11 (4) "Official sample" means any sample of commercial
12 fertilizer taken by the department of agriculture <u>AND SO</u>
13 <u>DESIGNATED BT THE DEPARTMENT.</u>

14 (5) "Ton" means a net weight of two thousand (2000)
15 pounds avoirdupois.

16 (6) "Percent or percentage" means the percentage by17 weight.

18 (7) "Person" means an individual, partnership,
19 association, firm, or corporation.

20 (8) "Distribute" means to offer for sale, sell,
21 barter, or otherwise supply commercial fertilizers.

22 (9) "Distributor" means any person who distributes.

(10) "Registrant" means the person who registers
 commercial fertilizer and/or soil amendment.

25 ·(11) "Manipulated manures" means substances composed -3- BB 678 primarily of excreta, plant remains, or mixtures of such
 substances which have been processed in any manner,
 including the addition of plant matrients, drying, grinding
 and other means.

5 (12) "Soil amendment" means any material not included 6 under commercial fertilizer, or those products subject to 7 the Federal Insecticide, Fungicide or Rodenticide Act as 8 amended, which is added to soil or to plants for purposes of 9 influencing the growth, yield or quality of the crop, soil 10 flora or fauna or other soil characteristics.

(13) "Licensee" means any person who has obtained a
license from the department so he may legally distribute
commercial fertilizer other than specialty fertilizers or
soil amendment in this state.

15 Section 2. Section 3-1714.1, K.C.B. 1947, is
16 renumbered 3-1714.3, and is amended to read as follows:

17 "3-1714.1 3-1714.3. Guaranteed analysis. (1) Until the
18 department prescribes the alternative form under subsection
19 (2) of this section, "guaranteed analysis" means the minimum
20 percentage of plant nutrients claimed in the following order
21 and form:

22	(a) Total nitrogen (N)percen	t
23	Available phosphoric acid (P205)percen	t
24	Soluble potash (K2O)percen	t
25	(b) For unacidulated mineral phosphatic materials and	ð
	4 Нь 67	8

basic slag, guaranteed analysis includes both total and Ŧ available phosphorio acid and the degree of fineness. 2

Ē (e) For bone meal, tankage, and other organic phosphatic materials, quaranteed analysis includes total 4 5 phosphoric acid the total phosphoric acid and/or _degree_ of fineness may also be quaranteed. 6

7 (d) (c) Guarantees for plant nutrients other than 8 nitrogen, phosphorus, and potassium may be permitted or required by rules adopted by the department. The guarantees 9 for other nutrients shall be expressed in the form of the 10 11 element. The sources of other nutrients including, but not 12 limited to, oxides, salt, and chelates, may be required to be stated on the application for registration and may be 13 included as a parenthetical statement on the label. Other 14 15 beneficial substances or compounds, determinable by 16 laboratory rethods, also may be quaranteed by permission of 17 the department. When any plant nutrients or other substances 18 or compounds are guaranteed, they are subject to inspection and analysis in accord with the methods and regulations 19 prescribed by section 3-1718. 20

21 (c) (d) Except when prohibited by regulation, potential 22 Potential basicity or acidity expressed in terms of calcium carbonate equivalent in aultiples of one hundred (100) 23 24 pounds per ton, may be shown when required by regulation.

25 (2) If the department finds, after public hearing, -5-HB 678 1 that the requirement for expressing the guaranteed analysis 2 of phosphorus and potassium in elemental form would not 3 impose an economic hardship on distributors and users of fertilizer by reason of conflicting labeling requirements ш 5 among the states, it may require by department rule that the 6 guaranteed analysis be in the following form:

7	Total nitrogen (N)percent
8	Available phosphorus (P)percent
9	Soluble potassium (K)percent
10	(3) The effective date of the rule may not be less
11	than six (6) months following the adoption of the rule. Por
12	a period of two (2) years following the effective date of
13	the rule, the equivalent of phosphorus and potassium may
14	also be shown in the form of phosphoric acid and potash.
15	Bowever, after the effective date of a rule requiring that
16	phosphorms and potassium be shown in the elemental form, the
17	guaranteed analysis for nitrogen, phosphorus, and potassium
18	is the grade for those elements.
15	14) Soil abendments shall quarabtee the minimum
20	quantity of each active ingredient in terms approved by the
21	department or in terms as set forth in rules issued by the
22	department. They shall also meet any other requirements
23	established by rule by the department."
24	Section 3. There is a new k.C.M. section numbered
25	3-1715.1 that reads as follows:

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1 3-1715.1. Registration and licenses. (1) Each brand 2 and grade of fertilizer and each soil amendment except unmanipulated animal and vegetable manures, shall be 3 registered BY THE MANUPACTURER before distribution in this 4 5 state. The application for registration shall be submitted 6 to the department on a form furnished or approved by the 7 department and shall be accompanied by a fee of ten dollars 8 (\$10) per grade for each fertilizer and for each soil 9 asendment with exception of specialty fertilizers in 10 packages of ten (10) pounds or less which shall be registered at a fee of twenty-five dollars (\$25) each. Upon 11 12 approval, the department shall furnish a copy of the 13 registration to the applicant. All registrations expire on December 31 of each year. The application for registration 14 15 shall include:

16 (a) the brand and grade;

17 (b) the guaranteed analysis;

18 (c) the source of each plant food element guaranteed;

19 (d) the name and address of the registrant;

20 (e) a copy or facsibile of each label and of
21 promotional material <u>WHEN REQUESTED BY THE DEPARTMENT.</u>

Purther, the department shall require the applicant to
 furnish replicated data, performed by a reputable
 investigator whose work is recognized as acceptable by the
 director of the agricultural experiment station or his
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designee, verifying any claims for effectiveness or
 agricultural value of any fertilizer or soil amendment
 product which is not generally recognized as having the
 values claimed at the use rates recommended.

5 (2) A distributor may not be required to register any 6 brand or grade of commercial fertilizer which is already 7 registered under this section by another person.

8 (3) The plant nutrient content of every brand and 9 grade of commercial fertilizer shall remain uniform for the 10 period of registration.

(4) We person shall distribute in this state any type 11 12 of fertilizer or soil amendment, except unmanipulated animal 13 or vegetable manures, or specialty fertilizer, until a license to distribute has been obtained, for each facility 14 15 distributing into this state and for each handling facility 16 in this state, from the department upon payment of a fifty dollar (\$50) fee for each license. The department may 17 18 exempt, by rule, manufacturers. All licenses expire on December 31 of each year and are subject to the following: 19 (a) The application for license shall be on forms 20

21 provided by the department.

(b) The applicant shall provide a sample copy of
labeling to be used. The form of labeling shall meet
department standards, established by rule, and all labeling
shall be in proper form.

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(c) The licensee is not required to register a grade	1	sha	
of fertilizer blonded-to-a-specific-castomer-order	2	and	
REGISTERED BY THE MANUPACTURES, OB BLENDED TO GRADE FROM	3	sha	
BEGISTERED PRODUCTS BY THE LICENSEE.			
(5) The manufacturer or distributor shall at all times	5		
deliver a uniform grade of fertilizer or soil amendment.	б	a an	
When two (2) or more fertilizers are delivered in the same	7		
load, they shall be thoroughly and uniformly mixed unless	8		
they are in separate compartments.	9		
Section 4. There is a new R.C.E. section numbered	10	ång	
3-1716.1 that reads as follows:	11	ins	
3-1716.1. Labeling. (1) Any commercial fertilizer	12		
distributed in this state in containers <u>PACKAGES</u> shall have	13	THE	
affixed to or printed on the container a label setting forth			
in clearly legible and conspicuous form:			
(a) the net weight;	16		
(b) the name and address of the manufacturer or	17	shā	
distributor guaranteeing the analysis;	18	Whe	
(c) the brand and product name;	19	and	
(d) the grade;	20	sha	
(e) the guaranteed analysis; and	21	and	
(f) other reguirements as established by rule.	22	fol	
(2) All commercial tertilizer delivered in this state	23		
in bulk, whether a manufactured grade or blended grade,			
shall be accompanied by a clearly legible document, which	25	is	

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1 shall be supplied to the purchaser at the time of delivery. d at the time his invoice is delivered. The document all show: (a) net weight;

(b) name and address of the distributor or nufacturer quaranteeing the analysis:

- (c)-- gradet
- -d}---duaranteed analysist
- (c) net weight and quaranteed analysis of each gredient added to a blend, together with spreading structions:-and (C) GUARANTEED ANALYSIS, OR. ON BLENDED PERTILIZER.
- E NET VEIGHT AND GUARANTEED ANALYSIS OF BACH INGREDIENT
- DED: AND

(f) (D) other requirements as established by rule.

(3) When distributed in containers, soil amendments all have a label affixed to or printed on the container. en delivered in bulk the label shall be clearly legible d shall accompany the delivery of the product. This label all be supplied to the purchaser at the time of delivery d at the time of invoicing. The label shall contain the llowing information:

(a) net weight;

(b) name and address of the registrant or licensee who

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responsible for the product;

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2 (d) guaranteed analysis;

3 (e) other requirements, such as particle size, as
4 established by rule.

5 Section 5. There is a new R.C.M. section numbered
6 3-1717.1 that reads as follows:

7 3-1717.1. Pees. (1) There shall be paid to the 8 department fees on all commercial fertilizer, except 9 specialty fertilizers sold in packages of ten (10) pounds or 10 less, and unmanipulated animal and vegetable manures 11 distributed in this state, provided that sales to 12 manufacturers or exchanges between them are exempt. The 13 fees are:

(a) Inspection, twenty cents (\$.20) per ton. The
department may by rule after hearing, adjust the inspection
fee not to exceed a maximum of twenty-five cents (\$.25) per
ton to maintain adequate funding for the administration of
this act. Any change in fee becomes effective on the first
day of a reporting period. All registrants shall be given
notice of any change in fees before the effective date.

(b) Assessment, the fee prescribed in section 3-1729.
The assessment fee shall be used to fund educational and
experimental programs as provided in sections 3-1729,
3-1730, 3-1731 and 3-1734, R.C.E. 1947.

25 (2) There shall be paid to the department on all soil -11- HE 678 amendments distributed in this state an inspection fee of
 ten cents (\$.10) per ton subject to the following
 provisions:

4 (a) sales to manufacturer's or exchanges between them 5 are exempt; and

(b) when less than fifty (50) tons of registered soil
amendment is sold per six (6) month period, there shall be
paid to the department a fee of five dollars (\$5) per soil
amendment per six (6) month period in lieu of the ten cents
(\$.10) per ton fee. Inspection fees shall be used by the
department for administration of this act.

12 (3) Every registrant AND LICENSEE who distributes a 13 soil asendment or commercial fertilizer, except specialty 14 fertilizer in packages of ten (10) pounds or less and 15 unmanipulated manures, TO AN UNLICENSED OR UNLEGISTERED PERSON, in this state shall file with the department on 16 17 forms furnished OK APPROVED by the department a semiannual statement for the periods ending June 30 and December 31 16 setting forth the number of net tons of each connercial 19 20 fertilizer and/or soil amendment distributed in this state 21 during the six (6) month period. The report is due on or 22 before the thirtieth day of the month following the close of 23 each period. The registrant OR LICENSEE shall pay the proper inspection fee FEES, AS SET PORTH IN SUBSECTION (1) 24 25 OF THIS SECTION, at that time.

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If the tonnage report is not filed and the payment of 1 2 inspection fee FEES is not made within thirty (30) days 3 after the end of the period a collection fee amounting to ten percent (10%) of the abount due but not less than ten 4 5 dollars (\$10) shall be assessed against the registrant or 6 licensee, and the amount of fees due shall constitute a debt 7 and become the basis of a judgment against the registrant OR 8 LICENSEE.

9 (4) All fees collected for licenses, registration and inspection, and moneys collected as penalties shall be 10 deposited in the state treasury to the credit of the 11 12 earmarked revenue fund for the purpose of administering this chapter, including the cost of equipment and facilities and 13 14 the cost of inspecting, analyzing and examining commercial 15 fertilizer and soil amendments manufactured or distributed in this state. Reserve funds may be invested by the 16 17 department with interest credited to the earmarked revenue 18 fund.

19 Section 6. Section 3-1718, h.C.M. 1947, is amended to
20 read as follows:

*3-1718. Inspection, sampling, analysis. (1) The
department, in cooperation with the agricultural experiment
station of Hontana state university, shall sample, inspect,
analyze, and test commercial fertilizers <u>and soil amendments</u>
distributed in this state at a time and place and to an
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1 extent necessary to determine whether the commercial 2 fertilizers <u>or soil amendments</u> are in compliance with this 3 chapter. The department may enter upon any public or private 4 premises during regular business hours in order to have 5 access to commercial fertilizers <u>or soil amendments</u> subject 6 to this chapter.

7 (2) The methods of analysis and sampling shall be 8 those adopted by the department from sources such as those 9 of the association of official analytical chemists. The 10 results of analysis, together with additional information 11 the department considers advisable, shall be transmitted 12 promptly to the manufacturer and to the dealer or person in 13 whose possession the product was sampled.

(3) The department, in determining whether any
connercial fertilizer is deficient in plant food, or soil
<u>amendment is deficient</u>, shall be guided solely by the
official sample obtained and analyzed as provided for in
paragraphs (1) and (2) of this section.

19 (4) If on the basis of an inspection or the analysis 20 of the official sample a commercial fertilizer or soil 21 apendment is found to be subject to penalty or other legal 22 action, the department shall forward to the registrant 23 notification of the violation at least ten (10) days before its report is made public. If during that period no 24 25 adequate evidence to the contrary is made available to the -- 14---EB 678

1 department, the report becomes official. Opon request, the 2 department shall furnish to the registrant a portion of any 3 sample found subject to penalty or other legal action."

4 Section 7. There is a new R.C.M. section numbered 5 3-1720.1 that reads as follows:

6 3-1720.1. Hisbranding and adulteration - prohibition. 7 No person shall distribute a misbranded or adulterated 8 fertilizer or soil amendment. (1) A commercial fertilizer 9 or soil amendment is misbranded if it:

10 (a) carries any false or misleading statement upon or attached to the container, or if false or misleading 11 12 statements concerning its agricultural value are made on the 13 container or in any advertising matter accompanying or 14 associated with the product:

15 (b) is distributed under the mane of another product: 16 (c) is not labeled as required in section 3-1716 17 3-1716.1 and in accordance with rules prescribed under this 18 act: or

19 (d) purports to be or is represented as a connercial 20 fertilizer, or is represented as containing a plant nutrient 21 or connercial fertilizer, unless that plant nutrient or 22 commercial tertilizer conforms to the definition of 23 identity, if any, prescribed by rule of the department. In 24 adopting this type rule the department shall give due regard 25 to commonly accepted definitions and official fertilizer -15-HB 678 1 terms as issued by the association of American plant food control officials.

- 3 Section 8. There is a new H.C.B. section numbered
- ۵ 3-1721.1 that reads as follows:

5 3-1721.1. Licensee tennage reports - confidentiality

- 6 - inspection -- failure to file. (1)-- Bach ligensee - chall
- 7 file -- a -- semianmust -- report -- sering -- the periods January -1
- through June 30 and July 1-through December 31 The -- report 8
- shall-isoludet g.

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- 10 (a) beginning and ending concertilizer
- 11 inventory-tennade-by-gradet
- 12 (b) data shewing tonnages zacoived by grade during the
- period; and 13
- 14 (c) the name of the supplier.
- 15 All-reports shall be on forms provided by the department or
- 16 in a form approved by the department. Reports are due in
- 17 the department office not later than thirty (30) days - after
- 18 the close of the period.

(1) Information contained in the reports shall be held 19 20 confidential by the department. Summary data published by 21 the department shall be in a form that will not disclose 22 details of any operation or business.

23 (2) The department has the right to inspect and audit, 24 during normal business hours, each licensee's records for the purpose of verifying tonnage reports. 25

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1 (3) Pailure to file an accurate report constitutes a 2 violation of this act and may be punished by time, 3 revocation of license, or both.

4 Section 9. Section 3-1722, R.C.M. 1947, is amended to 5 read as follows:

6 "3-1722. Fublications. The department shall publish at 7 least annually information concerning the sales of 8 commercial fertilizers, and soil amendments together with 9 data on their production and use as it considers advisable, 10 and shall report the results of the analysis based on 11 official samples of commercial fertilizers <u>and soil</u> 12 amendments sold in this state."

13 Section 10. There is a new R.C.H. section numbered
14 3-1723.1 that reads as follows:

15 3-1723.1. Rules — adoption by department. (1) The 16 department may adopt those rules for commercial fertilizer 17 and soil amendment which are specifically authorized in this 18 act and those other reasonable rules necessary for the 19 efficient enforcement of this act.

20 (2) In adopting rules the department shall follow
21 procedures prescribed in the Montana Administrative
22 Procedure Act.

23 Section 11. Section 3-1724, R.C.B. 1947, is amended to
24 read as follows:

25 *3-1724. Cancellation <u>or refusal</u> of registration <u>or</u> -17- HB 678

1 licenses. (1) The department may cancel the registration of 2 any connercial fertilizer or soil amendment and may refuse з to register any compercial fertilizer or soil amendment upon satisfactory evidence that the registrant has used 5 frandulent or deceptive practices in the evasion or attempted evasion of this chapter or any rules adopted under 6 7 it. However, no registration may be revoked or refused until the registrant is given the opportunity to appear for 8 9 a hearing by the department, as provided in section -3-1723 10 amend his application or correct other practices. (2) The department may cancel any license or refuse to 11 12 license any person when it has satisfactory evidence that the person has used fraudulent or deceptive practice in the 13 14 evasion or attempted evasion of this chapter or any rules 15 adopted under it. However, no license may be revoked or 16 refused until the person involved is given the opportunity 17 to appear for a bearing by the department." 18 Section 12. There is a new R.C.M. section numbered 19 3-1725.1 that reads as follows: 20 3-1725.1. Enforcement embargo order 21 condemnation. (1) When the department has reasonable cause 22 to believe any lot of commercial fertilizer or soil 23 amendment is in violation of this act or a rule adopted by 24 the department, it may issue and enforce a written or printed embargo order, requiring the person holding the 25

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1 connercial fertilizer or soil amendment not to dispose of it 2 in any manner until written permission is granted by the 3 department or the court. The department shall release the 4 product when this act and the rules of the department have been complied with. If compliance is not obtained within 5 6 thirty (30) days, the department may begin, or upon the 7 request of the registrant or the person holding the product 8 shall begin, proceedings for condennation.

9 (2) Connercial fertilizer or soil amendment not in 10 compliance with this act or the rules of the department may be seized on complaint of the department to a district court 11 12 in the area in which the product is located. If the court 13 finds the product in violation of this act and orders its 14 condemnation, the fertilizer or amendment shall be disposed 15 of in any manner consistent with the quality of the product 16 and state law. The disposition of the product may not be 17 ordered by the court without first giving the owner or 16 person from whom the product was seized an opportunity to 19 apply to the court for release of the product or for 20 permission to process or relabel the product to bring it 21 into compliance with this act.

Section 13. There is a new H.C.H. section numbered
3-1726.1 that reads as follows:

 24 3-1726.1. Plant food deficiency and connercial value.
 25 (1) Fenalty for nitrogen, available phosphoric acid or -19- EB 678

phosphorus and potash or potassium. If the analysis shows 1 2 that a connercial fertilizer is deficient (a) in one or more if its guaranteed primary plant foods (NPK) beyond the 3 "investigational allowance" as established by regulation, or (b) if the overall index value of the fertilizer is 5 below the level established by regulations, a penalty of two 6 7 (2) times the connercial value of that deficiency, as 8 determined by the dealer or manufacturers' price on the date of sampling of the deficiency or deficiencies, shall be 9 10 assessed. When a connercial fertilizer is subject to a penalty under both (a) and (b) the larger penalty applies. 11

(2) Penalty for other deficiencies --- deficiencies 12 13 beyond the investigational allowances as established by 14 regulation in any other constituent covered under section 3-1714.3 (1) (b), (c) and (d), R.C.B. 1947, which the 15 registrant is required to or may quarantee, shall be 16 17 evaluated and penalties shall be assessed at two times the commercial value of the deficiency as determined by the 18 19 dealers' retail price on the date of sampling.

20 (3) Nothing contained in this section shall prevent
21 any person from appealing the department's decision to a
22 court of competent jurisdiction.

(4) All penalties assessed under this section shall be
 paid to the consumer of the lot, <u>AOT TO EXCEED ONP HUNDKED</u>
 <u>(100) TONS</u>, of connercial fertilizer represented by the
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1 sample analyzed within three (3) months after the date of 2 notice from the department to the registrant or licensee. 3 If at the end of the three (3) month period, the consumer 4 cannot be found, receipts shall be taken and promptly 5 forwarded to the department for deposit in the earmarked 6 revenue fund as provided in section 3-1717.1.

7 Section 14. Section 3-1727, B.C.M. 1947, is amended to
8 read as follows:

#3-1727. Violations-enforcement 9 proceedings 10 indicial review. (1) If it appears from the examination of any commercial fertilizer that this chapter or the rules 11 12 adopted under this chapter have been violated, the 13 department shall give notice of the violations to the registrant, licensee, distributor, or possessor from whom 14 the sample was taken. A person notified shall be given an 15 16 opportunity to be heard under rules of the department. If it appears after a hearing, either in the presence or absence 17 18 of the person notified, that this chapter or rules issued 19 under this chapter have been violated, the department may 20 certify the facts to the proper prosecuting attorney.

21 (2) A person who violates this chapter or the rules 22 adopted under this chapter, or who obstructs, prevents, or 23 attempts to prevent the department from performing its duty 24 under this chapter, is guilty of a misdemeanor and shall be 25 fined not less than three hundred dollars (\$300) nor more -21- BB 678 1 than five hundred dollars (\$500) for the first violation, 2 and not less than three hundred dollars (\$300) nor more than 3 one thousand dollars (\$1,000) for a subsequent violation. In 4 all prosecutions under this chapter involving the 5 composition of a lot of commercial fertilizer, a certified 6 copy of the official analysis of the department is prima 7 facie evidence of the composition.

8 (3) Nothing in this chapter requires the department to
9 report for prosecution or for the beginning of seizure
10 proceedings minor violations of this chapter when it
11 believes that the public interest will be best served by a
12 suitable notice of warning in writing.

13 (4) A prosecuting attorney to whom a violation is
14 reported shall prosecute the violator in a court of
15 competent jurisdiction without delay.

16 (5) The department may apply for and the court may 17 grant a temporary or permanent injunction restraining any 18 person from violating or continuing to violate any of the 19 provisions of this chapter or any rule adopted under the 20 chapter notwithstanding the existence of other remedies at 21 law. The injunction shall be issued without bond.

22 (6) If a person adversely affected by an act, order, or 23 ruling made by the department under this chapter is not 24 entitled to a hearing before the department to determine his 25 rights, he may within forty-five (45) days, sue in the -22- BB 678 district court of any county where the alleged violation
giving rise to the department's act, order, or ruling
occurred, for new trial of the issues bearing upon the act,
order, or ruling. After the trial the court may issue and
enforce those orders, judgments, or decrees it considers
proper, just, and equitable."

7 Section 15. Section 3-1728, R.C.M. 1947, is amended to
8 read as follows:

9 "3-1728. Exchanges between manufacturers. Nothing in 10 this act shall be construed to restrict or avoid sales or exchanges of connercial fertilizers or soil amendment to 11 12 each other by importers, manufacturers, or manipulators who 13 mix fertilizer materials for sale or as preventing the free and unrestricted shipments of commercial fertilizer or soil 14 15 agendment to manufacturers, or manipulators who have 16 registered their brands and grades or licensed their 17 facilities as required by the provisions of this act."

18 Section 16. Severability. If a part of this act is 19 invalid, all valid parts that are severable from the invalid 20 part remain in effect. If a part of this act is invalid in 21 one or more of its applications, the part remains in effect 22 in all valid applications that are severable from the 23 invalid applications.

 24
 Section 17. Repealer.
 Sections 3-1714, 3-1715,

 25
 3-1716, 3-1717, 3-1720, 3-1721, 3-1723, 3-1725, and 3-1726,
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- 1 R.C.M. 1947, are repealed.
- 2 Section 18. Effective date. This act is effective
- 3 January 1, 1976.

-End-

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