# SENATE BILL 509

IN THE SENATE

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February	14,	1979		Introduced and referred to Committee on Agriculutre, Livestock and Irrigation.
February	19,	1979		Committee recommend bill, do pass.
February	20,	1979		Printed and placedoon members' desks.
February	21,	1979		Second reading, pass consideration.
February	22,	1979		Second reading, as amended.
February	23,	1979		On motion, rules suspended and bill placed on Calendar for Third reading this day.
			IN THE	HOUSE
February	27,	1979		Introduced and referred to Committee on Agriculture, Livestock and Irrigation.
April 20	, 191	79		Died in Committee.

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INTRODUCED BY Contract BILL NO. 509

4 A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR SEED
5 POTATO CERTIFICATION; GENERALLY REVISING THE LAW RELATING TO
6 SEED POTATOES; AMENDING SECTIONS 30-3-601 AND P0-5-201, MCA;
7 AND PROVIDING AN IMMEDIAT, EFFECTIVE DATE."

WHEREAS, an association of Montana seed potato growers
 and Montana state university have jointly participated in
 the certification, inspection, and improvement of potato
 seed in this state since 1922; and

13 WHEREAS, the Montana potato improvement association, a 14 nonprofit organization of seed growers, has been the 15 official agent of the state, through Montana state 16 university, pursuant to Chapter 11, Laws of 1951, as 17 amended, since 1952; and

HHEREAS, the association, through its weathers, has done
 such seed potato certification work on a self-supporting
 basis and without direct state financial support; and

21 WHEREAS, the association has contributed to the 22 construction cost of the Montana state university preenhouse 23 addition and potato virus Taburatory and also toward the 24 purchase of special scientific equipment therein; and

25 WHEREAS, Montana state university, the agricultural

1 experiment station, and the cooperative extension service 2 have provided, throughout the certification program, various technical assistance, guidance, scientific knowledge, and 3 4 office, laboratory, and greenhouse space to the association. THEPEFORE, it is the policy of the legislature that the 5 6. association and university continue to work together in 7 joint cooperation to provide seed potato certification R services to growers that are designed to eradicate or 0 control common potato diseases and disorders.

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

<u>NEW SECTIONs</u> Section 1. Short title. [This act] may
be cited as the "Hontana Seed Potato Act".

NEW SECTION. Section 2. Purpose. It is the intent of 14 15 the legislature of this state to provide for a method of certifying Montana seed potatoes by a self-regulating. 16 17 quasi-public association of growers and to provide for the establishment and enforcement of standard grades for Montana 18 19 certified seed potatoes by the state department of 29 agriculture. Nothing contained in [this act] shall be 21 construed to limit or regulate the right and freedom of any 22 person to grow potatoes or seed potato stock in this state 23 and to sell+ distribute+ trade+ or market his products+

24 <u>NEW SECTION</u>, Section 3. Definitions. When used in

25 [this act]:

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1 (1) "Association" means the Montana potato improvement 2 association, a nonprofit growers' organization incorporated 3 under the laws of this state.

4 (2) "Certified seed potatoes" or "certified potato 5 seed" means potato seed stock that has passed limited field 6 and storage inspections and has been grown in accordance 7 with the certification rules and regulations of an official 8 seed potato certifying agency of this state or another.

9 (3) "Department" means the department of agriculture
10 as provided for in 2-15-3001.

(4) "Person" means an individual. firm, partnership.
 corporation. company. association. or separate business or
 lagal entity.

14 (5) "Seed certification" means the process of 15 inspecting and certifying as to seed variety. state of 16 origin. source. acreage. generation. limited field and 17 storage inspection results. general horticultural practices. 18 and other limited factors set forth by an official seed 19 certification agency. Certification does not mean standard 20 grade.

(6) "Seed potatoes" or "potato seed" means all
varieties of potato tubers, stems, and other plant parts of
the herb plant known as Solanum tuberosum L. which are
intended or used for seed purposes, planting, propagation,
or reproduction.

1 (7) "Seed potato certification funds" means all money 2 collected by the association in the form of fees, 3 pssessments, service charges, sales, interest earnings, 4 donations, grants, and all other incomes resulting from the 5 inspection, certification, and improvement of Montana seed 5 potatoes, whatever the source.

7 <u>NEW SECTION</u> Section 4. Scope. A person who puts 8 before the public any representation or description 9 pertaining to seed potatoes in which the words "Montana 10 state certified", "state certified", "Montana certified", or 11 "certified seed potatoes" are used is subject to [sections 4 12 through 10].

13 <u>HEN\_SECTIONs</u> Section 5. Certification. (1) The
14 association shall be the state's sole agent for the purpose
15 of potato seed certification and inspection.

16 (2) The association shall establish procedures and
17 rules for the certification of seed potatoes.

(3) Any applicant who is a resident of the state should be accepted for admission to the association provided he complies with the procedures and rules provided for in subsection (2).

2? (4) The certification of seed potatoes shall not imply
23 an expressed or implied warranty or an implied warranty of
24 merchantability, fitness for a particular purpose, or any
25 assurance that the seed is disease-free on the part of the

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1 state: the association: or its agents or employees.

2 (5) When contification is refused, the association 3 shall supply the applicant for certification a detailed 4 memorandum explaining why certification was not granted. The 5 applicant may then seek a writ of mandamus in district 6 court.

NEW SECTION. Section 6. Certification work on
 self-supporting basis -- fiscal provisions. (1) Seed potato
 certification work shall be on a self-supporting basis and
 not for financial profit.

11 (2) Seed potato certification funds shall be 12 considered private funds. The board of directors of the 13 association shall have supervision and control of all 14 certification funds collected and shall insure strict 15 financial accountability of all money received and spent by 16 the association and shall provide for an annual independent 17 audit of all accounts and property of the association.

(3) All equipment, vehicles, and scientific materials
purchased with seed potato certification funds shall be
considered property of the association and under the control
of the board of directors.

22NEW\_SECTIONSection 7. Liabilitiesofthe23essociation. (1)The association and its agents and24employees shall be civilly and criminally liable for all25violations of [this act]. For the purposes of prosecution.

the association and its agents and employees are considered Ł public servants as defined in 45-2-101(51) and are subject 2 to the provisions of Title 45, chapter 7, parts 1, 2, and 4. 3 (2) The association and its agents and employees may 4 5 not market, sell, or directly advertise Montana certified 6 seed notatoes on behalf of its members or any one grower. 7 Nothing contained in this subsection prohibits the association or Montana state cooperative extension service я 9 from carrying out educational programs related to Montana certified seed potatoes. 10

11 NEW\_SECTION. Section 8. Cooperation with state agencies. Montana state university, the Montana agricultural 12 13 experiment station, and the cooperative extension service 14 shall cooperate with the association to provide 15 certification services. field inspections. disease 16 diagnosis, greenhouse indexing, education or extension programs, office or laboratory space, or any other 17 18 activities authorized by [this act].

19 <u>NEW\_SECTION</u> Section 9. Licensing and registration of 20 seed potato sellers or dealers. (1) No person may carry on 21 the business of a seller or dealer of seed potatoes in this 22 state without first:

(a) possessing a valid federal license pursuant to the
provisions of the Perishable Agricultural Commodities Act,
1930 (7 U-S-C- 499), as amended;

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(b) registering with the department as a licensee in
 good standing under the Perishable Agricultural Commodities
 Act; and

4 (c) filing a copy of the license application and
5 United States department of agriculture statement of
6 approval with the department at the time of registration.

7 (2) The seller or dealer must nutify the department ofany change in the status of his license.

9 (3) This section does not apply to a person who buys
10 or sells potatoes he has grown himself in the regular course
11 of tis business.

NEW SECIION. Section 10. Enforcement. The association
 may seek relief in district court against:

14 (1) any unauthorized use of the terms "Montana state
15 certified", "state certified", "Montana certified", or
16 "certified seed potatoes";

17 (2) any person selling potatoes as certified seed
18 potatoes that have not been inspected and certified by a
19 certifying agent of any state;

20 (3) the unauthorized issuance, alteration, or
21 destruction of a certificate, inspection report, tag, label,
22 or record.

23 <u>NEW SECTIONs</u> Section 11. Imported seed potatoes - 24 inspection, limitations -- penalties. (1) To control and
 25 prevent the spread of highly contagious diseases among seed

1 potato stock-

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2 (a) seed potatoes may not be imported into this state
3 for any commercial or agricultural purpose unless such seed
4 potatoes are:

5 (i) the equivalent of the United States No. 1 seed
6 potato grade in Montana;

7 (ii) inspected at the Montana receiving point by a
8 federal or state-federal standard grade inspector;

(iii) shipped in a clean, disinfected container; and

10 (iv) accompanied by a United States department of 11 agriculture or state of origin certificate of inspection 12 describing the seed variety, class, standard grade, quality 13 or condition, and seed source and have affixed to each 14 container, in a conspicuous place, an official state seed 15 potato certification tao or label;

16 (b) no potatoes, equipment, or container known to be
17 diseased or contaminated with bacterial ring rot, nematode,
18 or tuber moth may be brought in to this state.

19 (2) The provisions of this section do not apply to
20 Montana state university or the association for research or
21 educational uses.

(3) Any person violating any provision of this section
is guilty of a misdemeanor and upon conviction shall be punished as provided by law. The department shall enforce
this section.

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NEW SLUTICE. Section 12. Standard grades for Hontana 1 certified seed potators. (1) The standard grades for Montana 2 certified seed potatoes shall be equivalent to or better in ٢, all respects than the latest standards established by the 4 5 United States secretary of agriculture for a respective 6 grade of sead potatoes, and thus conforming, shall be 7 accepted os the legal standards for the state. If no United 8 Stares standards are established for a particular grade of 0 seed potatoes, then the state may establish its own crade 10 pursuant to subsection (2).

11 (2) The department, in joint concurrence with the 12 Montana potato improvement association, may establish 13 standard seed potato grades and tag colors for Montana 14 certified seed potatoes.

15 (3) A person may not ship or deliver Montana certified
15 seed potatoes in interstate or intrastate commerce unless
17 such seed potatoes:

13 (a) meet the requirements of the grade declared;

(b) are inspected at the time and point of shipping by
cither a federal or federal-state grade inspector or an
convelopt representative of the association:

(c) are shipped in a clean, disinfected container; and
(d) are accompanied with a United States department of
arriculture or Montana certificate of inspection describing
the seed variety, class, standard grade, quality or

condition, and seed source, and have affixed to each
 container, in a conspicuous place, an official Montana seed
 potato certification tag.

4 (4) This section shall be enforced by the department 5 pursuant to sections 80-3-108 through 80-3-111.

Section 13. Section 80-3-601, MCA, is amended to read:

7 \*80-3-601. Definitions. Unless the context requires
8 otherwise. In this part the following definitions apply:

9 (1) "Dealer at wholesale" means a person who buys to 10 sell at wholesale or contracts to buy to sell at wholesale 11 or who handles at wholesale on account of or as agent for 12 another.

13 (2) "Person" means an individual, group of persons.
14 exchange, firm, partnership, corporation, or association.

15 (3) "Produce" means the natural products of the farm 16 and includes but is not limited to natural products of the 17 orchard, vineyard, garden, and apiary, raw and manufactured 14 (except grains, dairy products, livestock, poultry, and 19 poultry products), when handled for the purpose of resale.

#### 20 The term does not include seed potatoes."

21 Section 14. Section 80-5-201, MCA, is amended to read: 22 "80-5-201. Definitions. When used in this part, the 23 following definitions apply: 24 (1) "Agricultural seed" means the seeds of grass.

25 forage, cereal, and fiber crops and any other kinds of seeds

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commonly recognized within this state as agricultural seeds and includes lawn seeds and wixtures of seeds<u>a but does not</u>

3 include seed potatces.

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4 (2) "Bin~run seed sales from one farmer to another
 5 farmer" means buyer bewara.

6 (3) "Montana certified seed grower" means a member of 7 an authorized Montana seed certifying amency who has 8 consented to produce seed under the rules for certified 9 classes of seed, with respect to the maintenance of genetic 10 purity and variety identity, set forth by the certifying 11 agency.

12 (4) "Person" means any individual. firm, partnership,
13 corporation. or association.

14 (5) "Public agricultural seed warghouse" means any
15 warehouse or structure in which agricultural seed is
16 received from the public for storage, assembling, or
17 cleaning.

18 (6) "Screening" means chaff, sterile florets, immature
19 seed, weed seed, inert matter, and any other materials
20 removed from seed by any kind of cleaning or processing.

21 (7) "Seed buyer" means any person engaged in the 22 business of buying agricultural seed for shipment, cleaning, 23 processing, or resale and who does not own, control, or 24 operate a public agricultural seed warehouse. Any 25 individual employed by a seed buyer is not included in this 1 tera.

4 (a) "Seed dealer" means any person who offers for
 3 sale, wells, or barters agricultural seeds to the ultimete
 4 consumer.

(9) "Seed labeler" means any person affixing labels to
 agricultural seeds with his name and address listed as
 required in 80-5-102 when such seed is distributed in
 Montana.

9 (10) "Seed processing plant" means any place of
 10 business that repackages, cleans, blends, treats, or
 11 otherwise manipulates agricultural seeds.

12 (11) "Seed warehouseman" means any person owning, 13 controlling, or operating a public agricultural seed 14 warehouse."

15 Section 15. Codification. (1) Sections 1 through 10 16 are intended to be codified as an integral part of Title 80, 17 chapter 5, and the provisions contained in Title 30, chapter 18 5, apply to sections 1 through 10.

(2) Section 11 is intended to be codified as an
integral part of Title 80, chapter 7, and the provisions
contained in Title 80, chapter 7, apply to section 11.

(3) Section 12 is intended to be codified as an
integral part of Title 80, chapter 3, and the provisions
contained in Title 30, chapter 3, apply to section 12.

25 Section 16. Severability. If a part of this act is

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- invalid, all valid parts that are severable from the invalid
   part remain in effect. If a part of this act is invalid in
   one or more of its applications, the part remains in effect
   in all valid applications that are severable from the
   invalid applications.
   Section 17. Effective date. This act is effective on
- 7 passage and approval.

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46th Legislature

LC 1532/01

Jean BILL NO. 509 1 INTRODUCED BY CONSIGN Bonly 2 з

4 A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR SEED 5 POTATO CERTIFICATION; GENERALLY REVISING THE LAW RELATING TO 6 SEED POTATOES; AMENDING SECTIONS 80-3-601 AND 80-5-201, MCA; 7 AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

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9 WHEREAS, an association of Montana seed potato growers 10 and Montana state university have jointly participated in 11 the certification, inspection, and improvement of potato 12 seed in this state since 1922; and

13 WHEREAS, the Montana potato improvement association, a 14 nonprofit organization of seed growers, has been the 15 official agent of the state, through Montana state 16 university, pursuant to Chapter 11, Laws of 1951, as 17 amended, since 1952; and

1.3 WHEREAS, the association, through its members, has done
 19 such seed potato certification work on a self-supporting
 20 basis and without direct state financial support; and

21 WHEREAS, the association has contributed to the 22 construction cost of the Montana state university greenhouse 23 addition and potato virus laboratory and also toward the 24 purchase of special scientific equipment therein; and 25 WHEREAS, Montana state university, the agricultural 1 experiment station, and the cooperative extension service 2 have provided, throughout the certification program, various А. technical assistance, guidance, scientific knowledge, and 4 office, laboratory, and greenhouse space to the association. 5 THEREFORE, it is the policy of the legislature that the 6 association and university continue to work together in 7 joint cooperation to provide seed potato certification 8 services to growers that are designed to eradicate or 9 control common potato diseases and disorders.

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

12 <u>NEW SECTION</u> Section 1. Short title. [This act] may 13 be cited as the "Montana Seed Potato Act".

14 NEW\_SECTION. Section 2. Purpose. It is the intent of 15 the legislature of this state to provide for a method of 16 certifying Hontana seed potatoes by a self-regulating, 17 quasi-public association of growers and to provide for the 18 establishment and enforcement of standard grades for Montana 19 certified seed potatoes by the state department of 20 agricultura. Nothing contained in [this act] shall be 21 construed to limit or regulate the right and freedom of any 22 person to grow potatoes or seed potato stock in this state 23 and to sell, distribute, trade, or market his products.

24 <u>NEW SECTION</u> Section 3. Definitions. When used in 25 [this act]:

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THIRD READING

1 (1) "Association" means the Montana potato improvement 2 association: a nonprofit growers' organization incorporated 3 under the laws of this state.

4 (2) "Certified seed potatoes" or "certified potato 5 seed" means potato seed stock that has passed limited field 6 and storage inspections and has been grown in accordance 7 with the certification rules and regulations of an official 8 seed potato certifying agency of this state or another.

9 (3) "Department" means the department of agriculture
10 as provided for in 2-15-3001.

(4) "Person" means an individual. firm, partnership.
 corporation: company: association: or separate business or
 legal entity.

14 (5) "Seed certification" means the process of 15 inspecting and certifying as to seed variety. state of 16 origin, source, acreage, generation, limited field and 17 storage inspection results, general horticultural practices, 18 and other limited factors set forth by an official seed 19 certification agency. Certification does not mean standard 20 grade.

21 (6) "Seed potatoes" or "potato seed" means all
22 varieties of potato tubers, stems, and other plant parts of
23 the herb plant known as Solanum tuberosum L. which are
24 intended or used for seed purposes, planting, propagation,
25 or reproduction.

1 (7) "Seed potato certification funds" means all money 2 collected by the association in the form of fees, 3 assessments, service charges, sales, interest earnings, 4 donations, grants, and all other incomes resulting from the 5 inspection, certification, and improvement of Montana seed 6 potatoes, whatever the source.

7 <u>NEW\_SECTION.</u> Section 4. Scope. A person who puts 8 before the public any representation or description 9 pertaining to seed potatoes in which the words "Montana 10 state certified", "state certified", "Montana certified", or 11 "certified seed potatoes" are used is subject to [sections 4 12 through 10].

13 <u>NEW\_SECTIONs</u> Section 5. Certification. (1) The
14 association shall be the state's sole agent for the purpose
15 of potato seed certification and inspection.

16 (2) The association shall establish procedures and
 17 rules for the certification of seed potatoes.

18 (3) Any applicant who is a resident of the state shall be accepted for admission to the association provided he complies with the procedures and rules provided for in subsection (2).

22 (4) The certification of seed potatoes shall not imply 23 an expressed or implied warranty or an implied warranty of 24 merchantability, fitness for a particular purpose, or any 25 assurance that the seed is disease-free on the part of the

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state: the association; or its agents or employees.
 (5) When certification is refused: the association
 shall supply the applicant for certification a detailed
 memorandum explaining why certification was not granted. The
 applicant may then seek a writ of mandamus in district
 court.

7 <u>NEW\_SECTION</u>. Section 6. Certification work on 8 self-supporting basis -- fiscal provisions. (1) Seed potato 9 certification work shall be on a self-supporting basis and 10 not for financial profit.

11 (2) Seed potato certification funds shall be 12 considered private funds. The board of directors of the 13 association shall have supervision and control of all 14 certification funds collected and shall insure strict 15 financial accountability of all money received and spent by 16 the association and shall provide for an annual independent 17 audit of all accounts and property of the association.

13 (3) All equipment, vehicles, and scientific materials
19 purchased with seed potato certification funds shall be
20 considered property of the association and under the control
21 of the board of directors.

22 <u>NEW\_SECTIONs</u> Section 7. Liabilities of the 23 association. (1) The association and its agents and 24 employees shall be civilly and criminally liable for all 25 violations of [this act]. For the purposes of prosecution, the association and its agents and employees are considered public servants as defined in 45-2-101(51) and are subject to the provisions of Title 45, chapter 7, parts 1, 2, and 4. {2} The association and its agents and employees may not market, sell, or directly advertise Montana certified seed potatoes on behalf of its members or any one grower. Nothing contained in this subsection prohibits the

B association or Montana state cooperative extension service
9 from carrying out educational programs related to Montana
10 certified seed potatoes.

11 NEW SECTION. Section 8. Cooperation with state 12 agencies. Montana state university, the Montana agricultural 13 experiment station, and the cooperative extension service 14 shall cooperate with the association to provide certification 15 services, field inspections. disease diagnosis, greenhouse indexing, education or 16 extension programs, office or laboratory space, or any other 17 activities authorized by [this act]. 18

19 <u>NEW SECIION</u> Section 9. Licensing and registration of 20 seed potato sellers or dealers. (1) No person may carry on 21 the business of a seller or dealer of seed potatoes in this 22 state without first:

23 (a) possessing a valid federal license pursuant to the 24 provisions of the Perishable Agricultural Commodities Act, 25 1930 (7 U.S.C. 499), as amended; 5B509

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(b) registering with the department as a licensee in 1 good standing under the Perishable Agricultural Commodities 2 з Act: and

4 (c) filing a copy of the license application and 5 United States department of agriculture statement of 6 approval with the department at the time of registration. 7 (2) The seller or dealer sust notify the department of

8 any change in the status of his license. 9 (3) This section does not apply to a person who buys

or sells potatoes he has grown himself in the regular course 10 11 of his business.

NEW SECTION. Section 10. Enforcement. The association 12 may seek relief in district court against: 13

(1) any unauthorized use of the terms "Montana state 14 certified". "state certified". "Nontana certified". or 15 "certified seed potatoes"; 16

(2) any person selling potatoes as certified seed 17 18 potatoes that have not been inspected and certified by a 19 certifying agent of any state;

(3) the unauthorized issuance, alteration, 20 or destruction of a certificate, inspection report, tag, label, 21 or record. 22

NEW SECTION. Section 11. Imported seed potatoes --23 inspection, limitations -- penalties. [1] To control and 24 prevent the spread of highly contagious diseases among seed 25

notato stock: 1 (a) seed potatoes may not be imported into this state 2 for any commercial or agricultural purpose unless such seed 3 potatoes are:

5 (i) the equivalent of the United States No. 1 seed potato grade in Montana; 6

7 (ii) inspected at the Montana receiving point by a 8 federal or state-federal standard grade inspector;

(iii) shipped in a clean, disinfected container; and

(iv) accompanied by a United States department of 10 agriculture or state of origin certificate of inspection 11 12 describing the seed variety, class, standard grade, quality or condition, and seed source and have affixed to each 13 container. in a conspicuous place, an official state seed 14 potato certification tag or label; 15

16 (b) no potatoes, equipment, or container known to be 17 diseased or contaminated with bacterial ring rot, nematode, 18 or tuber moth may be brought in to this state.

19 (2) The provisions of this section do not apply to 20 Montana state university or the association for research or educational uses. 21

(3) Any person violating any provision of this section 22 is guilty of a misdemeanor and upon conviction shall be 23 punished as provided by law. The department shall enforce 24 25 this section.

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NEW SECTION. Section 12. Standard grades for Hontana 1 certified seed potatoes. (1) The standard grades for Montana 2 certified seed potatoes shall be equivalent to or better in 3 all respects than the latest standards established by the 4 United States secretary of agriculture for a respective 5 grade of seed potatoes, and thus conforming, shall be 6 7 accepted as the legal standards for the state. If no United 8 States standards are established for a particular grade of 9 seed potatoes, then the state may establish its own grade 10 pursuant to subsection (2).

11 {2} The department, in joint concurrence with the 12 Montana potato improvement association, may establish 13 standard seed potato grades and tag colors for Montana 14 certified seed potatoes.

15 (3) A person may not ship or deliver Montana certified
15 seed potatoes in interstate or intrastate commerce unless
17 such seed potatoes:

18 (a) meet the requirements of the grade declared;

(b) are inspected at the time and point of shipping by
either a federal or federal-state grade inspector or an
equivalent representative of the association;

(c) are shipped in a clean, disinfected container; and
(d) are accompanied with a United States department of
agriculture or Montana certificate of inspection describing
the seed variety, class, standard grade, quality or

condition, and seed source, and have affixed to each
 container, in a conspicuous place, an official Montana seed
 potato certification tag.

4 (4) This section shall be enforced by the department 5 pursuant to sections 80-3-108 through 80-3-111.

Section 13. Section 80-3-601, MCA, is amended to read:
 \*80-3-601. Definitions. Unless the context requires

8 otherwise, in this part the following definitions apply:

9 (1) "Dealer at wholesale" means a person who buys to
 10 sell at wholesale or contracts to buy to sell at wholesale
 11 or who handles at wholesale on account of or as agent for
 12 another.

13 (2) "Person" means an individual, group of persons.
14 exchange, firm, partnership, corporation, or association.

15 (3) "Produce" means the natural products of the farm 16 and includes but is not limited to natural products of the 17 orchard, vineyard, garden, and apiary, raw and manufactured 18 (except grains, dairy products, livestock, poultry, and 19 poultry products), when handled for the purpose of resale. 20 The term does not include seed potatoese"

Section 14. Section 80-5-201. MCA, is amended to readt
"80-5-201. Definitions. When used in this part, the
following definitions apply:
(1) "Ayricultural seed" means the seeds of grass,
forage, cereal, and fiber crops and any other kinds of seeds

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commonly recognized within this state as agricultural seeds
 and includes lawn seeds and mixtures of seeds<u>, but does not</u>
 include seed\_potatoes.

4 (2) "Bin-run seed sales from one farmer to another
5 farmer\* means buyer beware.

6 (3) "Montana certified seed grower" means a member of 7 an authorized Montana seed certifying agency who has 8 consented to produce seed under the rules for certified 9 classes of seed, with respect to the maintenance of genetic 10 purity and variety identity, set forth by the certifying 11 agency.

12 (4) "Person" means any individual. firm, partnership,
13 corporation.

14 (5) "Public agricultural seed warehouse" means any
15 warehouse or structure in which agricultural seed is
16 received from the public for storage, assembling, or
17 cleaning.

18 (6) "Screening" means chaff, sterile florets, immature
19 seed, weed seed, inert matter, and any other materials
20 removed from seed by any kind of cleaning or processing.

(7) "Seed buyer" means any person engaged in the
business of buying agricultural seed for shipment, cleaning,
processing, or resale and who does not own, control, or
operate a public agricultural seed warehouse. Any
individual employed by a seed buyer is not included in this

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(8) "Seed dealer" means any person who offers for
 sale, sells, or barters agricultural seeds to the ultimate
 Consumer.

5 (9) "Seed labeler" means any person affixing labels to
a agricultural seeds with his name and address listed as
7 required in 80-5-102 when such seed is distributed in
8 Montana.

9 (10) "Seed processing plant" means any place of
10 business that repackages, cleans, blends, treats, or
11 otherwise manipulates agricultural seeds.

12 (11) "Seed warehouseman" means any person owning, 13 controlling, or operating a public agricultural seed 14 warehouse."

15 Section 15. Codification. (1) Sections 1 through 10
16 are intended to be codified as an integral part of Title 80,
17 chapter 5. and the provisions contained in Title 80. chapter
18 5. apply to sections 1 through 10.

Section 11 is intended to be codified as an
 integral part of Title 80, chapter 7, and the provisions
 contained in Title 80, chapter 7, apply to section 11.

22 (3) Section 12 is intended to be codified as an
23 integral part of Title 80, chapter 3, and the provisions
24 contained in Title 80, chapter 3, apply to section 12.

25 Section 16. Severability. If a part of this act is

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invalid, all valid parts that are severable from the invalid
 part remain in effect. If a part of this act is invalid in
 one or more of its applications, the part remains in effect
 in all valid applications that are severable from the
 invalid applications.

6 Section 17. Effective date. This act is effective on

7 passage and approval.

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SENATE BILL NO. 509 1 ۴., INTRODUCED BY CONOVER, BOYLAN 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR SEED ۵ 4 POTATO CERTIFICATION; GENERALLY REVISING THE LAW RELATING TO 5 SEED POTATOES; AMENDING SECTIONS 80-3-601 AND 80-5-201+ HCA; 6 6 AND PROVIDING AN IMMEDIATE EFFECTIVE DATE." 7 8 WHEREAS, an association of Montana seed potato growers 9 and Montana state university have jointly participated in 10 10 the certification, inspection, and improvement of potato 11 11 seed in this state since 1922; and 12 12 WHEREAS, the Montana potato improvement association, a 13 13 nonprofit organization of seed growers, has been the 14 14 15 official agent of the state, through Montana state 15 university, pursuant to Chapter 11, Laws of 1951, as 16 16 17 amended, since 1952; and 17 WHEREAS, the association, through its members, has done 18 18 such seed potato certification work on a self-supporting 19 19 20 basis and without direct state financial support; and 20 WHEREAS, the association has contributed to the 21 21 22 construction cost of the Montana state university greenhouse 22 23 addition and potato virus laboratory and also toward the 23 24 purchase of special scientific equipment therein; and 24 25 WHEREAS, Montana state university, the agricultural

experiment station, and the cooperative extension service 1 2 have provided, throughout the certification program, various 3 technical assistance, guidance, scientific knowledge, and office, laboratory, and greenhouse space to the association. 5 THEREFORE, it is the policy of the legislature that the association and university continue to work together in 7 joint cooperation to provide seed potato certification services to growers that are designed to eradicate or 8 9 control common potato diseases and disorders.

1 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA;

12 <u>NEW\_SECIIONs</u> Section 1. Short title. [This act] may 13 be cited as the "Montana Seed Potato Act".

14 <u>NEW\_SECTIONA</u> Section 2. Purpose. It is the intent of 15 the legislature of this state to provide for a method of 16 certifying Montana seed potatoes by a self-regulating. 17 quasi-public association of growers and to provide for the 18 establishment and enforcement of standard grades for Montana 19 certified seed potatoes by the state department of 20 agricultura. Nothing contained in [this act] shall be 21 construed to limit or regulate the right and freedom of any 22 person to grow potatoes or seed potato stock in this state 23 and to sell, distribute, trade, or market his products.

24 <u>NEW\_SECTION</u> Section 3. Definitions. When used in 25 [this act]:

1 (1) "Association" means the Montana potato improvement 2 association, a nonprofit growers' organization incorporated 3 under the laws of this state.

4 (2) "Certified seed potatoes" or "certified potato 5 seed" means potato seed stock that has passed limited field 6 and storage inspections and has been grown in accordance 7 with the certification rules and regulations of an official 8 seed potato certifying agency of this state or another.

9 (3) "Department" means the department of agriculture
10 as provided for in 2-15-3001.

(4) "Person" means an individual, firm, partnership,
 corporation, company, association, or separate business or
 legal entity.

14 (5) "Seed certification" means the process of 15 inspecting and certifying as to seed variety, state of 16 origin, source, acreage, generation, limited field and 17 storage inspection results, general horticultural practices, 18 and other limited factors set forth by an official seed 19 certification agency. Certification does not mean standard 20 grade.

(6) "Seed potatoes" or "potato seed" means all
varieties of potato tubers, stems, and other plant parts of
the herb plant known as Solanum tuberosum L. which are
intended or used for seed purposes, planting, propagation,
or reproduction.

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1 (7) "Seed potato certification funds" means all money 2 collected by the association in the form of fees, 3 assessments, service charges, sales, interest earnings, 4 donations, grants, and all other incomes resulting from the 5 inspection, certification, and improvement of Montana seed 6 potatoes, whatever the source.

7 <u>NEW\_SECTION</u> Section 4. Scope. A person who puts 8 before the public any representation or description 9 pertaining to seed potatoes in which the words "Montana 10 state certified", "state certified", "Montana certified", or 11 "certified seed potatoes" are used is subject to [sections 4 12 through 10].

<u>NEW\_SECTION\_</u> Section 5. Certification. (1) The
 association shall be the state's sole agent for the purpose
 of potato seed certification and inspection.

16 (2) The association shall establish procedures and
 17 rules for the certification of seed potatoes.

18 (3) Any applicant who is a resident of the state shall
be accepted for admission to the association provided he
complies with the procedures and rules provided for in
21 subsection (2).

22 (4)--The-certification-of-seed-potatoes-shall-not-imply 23 an--expressed--or-implied-warranty-or-an-implied-warranty-of 24 merchantabilityy-fitness-for-a-particular--purposey--or--any 25 assurance--that--the-seed-is-disease-free-on-the-part-of-the

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1 statev-the-associationv-or-its-agents-or-employees:

2 (5)(4) When certification is refused, the association
3 shall supply the applicant for certification a detailed
4 memorandum explaining why certification was not granted. The
5 applicant may then seek a writ of mandamus in district
6 court.

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7 <u>NEH\_SECTION</u> Section 6. Certification work on 8 self-supporting basis -- fiscal provisions. (1) Seed potato 9 certification work shall be on a self-supporting basis and 10 not for financial profit.

11 (2) Seed potato certification funds shall be 12 considered private funds. The board of directors of the 13 association shall have supervision and control of all 14 certification funds collected and shall insure strict 15 financial accountability of all money received and spent by 16 the association and shall provide for an annual independent 17 audit of all accounts and property of the association.

18 (3) All equipment, vehicles, and scientific materials
19 purchased with seed potato certification funds shall be
20 considered property of the association and under the control
21 of the board of directors.

22 <u>NEW\_SECTION</u>. Section 7. Liabilities of the 23 association. (1) The association and its agents and 24 employees shall be civilly and criminally liable for all 25 violations of [this act]. For the purposes of prosecution.

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the association and its agents and employees are considered 1 public servants as defined in 45-2-101(51) and are subject 2 to the provisions of Title 45, chapter 7, parts 1, 2, and 4. 3 4 (2) The association and its agents and employees may 5 not market. sell. or directly advertise Montana certified seed potatoes on behalf of its members or any one grower. ~ 7 Nothing contained in this subsection prohibits the association or Montana state cooperative extension service 8 from carrying out educational programs related to Montana 9 10 certified seed potatoes.

NEW SECTION. Section 8. Cooperation with 11 state 12 agencies. Montana state university, the Montana agricultural 13 experiment station, and the cooperative extension service 14 shall cooperate with the association to provide services. field inspections, 15 certification disease 16 diagnosis, greenhouse indexing, education or extension 17 programs, office or laboratory space, or any other activities authorized by [this act]. 18

19NEW\_SECIIONaSection 9. Licensing and registration of20seed potato sellers or dealers. {1} No person may carry on21the business of a seller or dealer of seed potatoes in this22state without first:

(a) possessing a valid federal license pursuant to the
provisions of the Perishable Agricultural Commodities Act+
1930 (7 U-S+C+ 499), as amended;

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1 (b) registering with the department as a licensee in 2 good standing under the Perishable Agricultural Commodities 3 Act; and

4 (c) filing a copy of the license application and
5 United States department of agriculture statement of
6 approval with the department at the time of registration.

7 (2) The seller or dealer must notify the department of
8 any change in the status of his license.

9 (3) This section does not apply to a person who buys
10 or sells potatoes he has grown himself in the regular course
11 of his business.

12 <u>NEW\_SECTION</u> Section 10. Enforcement. The association 13 may seek relief in district court against:

14 (1) any unauthorized use of the terms "Montana state 15 certified", "state certified", "Montana certified", or 16 "certified seed potatoes";

17 (2) any person selling potatoes as certified seed
18 potatoes that have not been inspected and certified by a
19 certifying agent of any state;

20 (3) the unauthorized issuance, alteration, or
 21 destruction of a certificate, inspection report, tag, label,
 22 or record.

23 <u>NEW\_SECTIONs</u> Section 11. Imported seed potatoes - 24 inspection. limitations -- penalties. (1) To control and
 25 prevent the spread of highly contagious diseases among seed

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1 potato stock: (a) seed potatoes may not be imported into this state 2 for any commercial or agricultural purpose unless such seed з potatoes are: 5 (i) the equivalent of the United States No. 1 seed 6 potato grade in Montana; (ii) inspected at the Montana receiving point by a 7 federal or state-federal standard grade inspector; 8 (iii) shipped in a clean+ disinfected container; and 9 (iv) accompanied by a United States department of 10 agriculture or state of origin certificate of inspection 11 describing the seed variety, class, standard grade, quality 12 or condition, and seed source and have affixed to each 13 container, in a conspicuous place, an official state seed 14 15 potato certification tag or label; (b) no potatoes, equipment, or container known to be 16 diseased or contaminated with bacterial ring rot, nematode, 17 or tuber moth may be brought in to this state. 18 (2) The provisions of this section do not apply to 19 Montana state university or the association for research or 20 educational uses. 21 (3) Any person violating any provision of this section 22 is quilty of a misdemeanor and upon conviction shall be 23 punished as provided by law. The department shall enforce 24 25 this section.

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NEW\_SECTION. Section 12. Standard grades for Montana 1 certified seed potatoes. (1) The standard grades for Montana 2 certified seed potatoes shall be equivalent to or better in 3 all respects than the latest standards established by the 4 United States secretary of agriculture for a respective 5 grade of seed potatoes, and thus conforming, shall be 6 accepted as the legal standards for the state. If no United 7 States standards are established for a particular grade of 8 seed potatoes, then the state may establish its own grade 9 pursuant to subsection (2). 10

(2) The department, in joint concurrence with the
 Montana potato improvement association, may establish
 standard seed potato grades and tag colors for Montana
 certified seed potatoes.

15 (3) A person may not ship or deliver Montana certified
16 seed potatoes in interstate or intrastate commerce unless
17 such seed potatoes:

(a) meet the requirements of the grade declared;

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(b) are inspected at the time and point of shipping by
either a federal or federal-state grade inspector or an
equivalent representative of the association;

(c) are shipped in a clean, disinfected container; and
(d) are accompanied with a United States department of
agriculture or Montana certificate of inspection describing
the seed variety, class, standard grade, quality or

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condition. and seed source. and have affixed to each
 container. in a conspicuous place. an official Montana seed
 potato certification tag.

4 (4) This section shall be enforced by the department
5 pursuant to sections 80-3-108 through 80-3-111.

Section 13. Section 80-3-601, HCA, is amended to read:
#80-3-601. Definitions. Unless the context requires

otherwise, in this part the following definitions apply:

9 (1) "Dealer at wholesale" means a person who buys to 10 sell at wholesale or contracts to buy to sell at wholesale 11 or who handles at wholesale on account of or as agent for 12 another.

13 (2) "Person" means an individual, group of persons.
 14 exchange, firm, partnership, corporation, or association.

15 (3) "Produce" means the natural products of the farm 16 and includes but is not limited to natural products of the 17 orchard, vineyard, garden, and apiary, raw and manufactured 18 (except grains, dairy products, livestock, poultry, and 19 poultry products), when handled for the purpose of resale. 20 The term does.not\_include.seed\_potatoes."

21 Section 14. Section 80-5-201. MCA. is amended to read:

22 #80-5-201. Definitions. When used in this part, the
23 following definitions apply:

24 (1) "Agricultural seed" means the seeds of grass+
25 forage, cereal+ and fiber crops and any other kinds of seeds

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commonly recognized within this state as agricultural seeds
 and includes lawn seeds and mixtures of seeds<u>a but does not</u>

# 3 include\_seed\_potatoes.

4 (2) "Bin-run seed sales from one farmer to another
5 farmer" means buyer beware.

6 (3) "Hontana certified seed grower" means a member of 7 an authorized Montana seed certifying agency who has 8 consented to produce seed under the rules for certified 9 classes of seed, with respect to the maintenance of genetic 10 purity and variety identity, set forth by the certifying 11 agency.

12 (4) "Person" means any individuals firms partnerships
 13 corporations or association.

14 (5) "Public agricultural seed warehouse" means any 15 warehouse or structure in which agricultural seed is 16 received from the public for storage, assembling, or 17 cleaning.

(6) "Screening" means chaff, sterile florets, immature
 seed, weed seed, inert matter, and any other materials
 removed from seed by any kind of cleaning or processing.

(7) "Seed buyer" means any person engaged in the
business of buying agricultural seed for shipment. cleaning.
processing. or resale and who does not own, control, or
operate a public agricultural seed warehouse. Any
individual employed by a seed buyer is not included in this

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# term. (8) "Seed dealer" means any person who offers for sale, sells, or barters agricultural seeds to the ultimate consumer. (9) "Seed labeler" means any person affixing labels to

5 (9) "Seed labeler" means any person affixing labels to 6 agricultural seeds with his name and address listed as 7 required in 80-5-102 when such seed is distributed in

8 Nontana.

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9 (10) "Seed processing plant" means any place of
 10 business that repackages, cleans, blends, treats, or
 11 otherwise manipulates agricultural seeds.

12 (11) "Seed warehouseman" means any person owning.
13 controlling: or operating a public agricultural seed
14 warehouse."

Section 15. Codification. (1) Sections 1 through 10
 are intended to be codified as an integral part of Title 80,
 chapter 5, and the provisions contained in Title 80, chapter
 5, apply to sections 1 through 10.

19 (2) Section 11 is intended to be codified as an
20 integral part of Title 80, chapter 7, and the provisions
21 contained in Title 80, chapter 7, apply to section 11.

22 (3) Section 12 is intended to be codified as an
23 integral part of Title 80, chapter 3, and the provisions
24 contained in Title 80, chapter 3, apply to section 12.

25 Section 16. Severability. If a part of this act is

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invalid, all valid parts that are severable from the invalid
 part remain in effect. If a part of this act is invalid in
 one or more of its applications, the part remains in effect
 in all valid applications that are severable from the
 invalid applications.

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Section 17. Effective date. This act is effective on
 passage and approval.

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