First Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 19-0371.01 Jery Payne x2157

SENATE BILL 19-147

SENATE SPONSORSHIP

Hisey and Sonnenberg, Coram, Donovan, Ginal

Valdez D.,

HOUSE SPONSORSHIP

Senate Committees Agriculture & Natural Resources

House Committees

A BILL FOR AN ACT

101	CONCERNING THE CONTINUATION OF THE SEED POTATO ACT, AND, IN
102	CONNECTION THEREWITH, IMPLEMENTING THE
103	RECOMMENDATIONS CONTAINED IN THE 2018 SUNSET REPORT
104	BY THE DEPARTMENT OF REGULATORY AGENCIES.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov/</u>.)

Sunset Process - Senate Agriculture and Natural Resources Committee. The bill continues the regulation of seed potato growers and implements the recommendations of the 2018 sunset report by:

- Extending regulation of seed potato growers until 2028 (sections 1 and 7 of the bill);
- ! Repealing an obsolete provision authorizing uncertified seed potatoes to be used before January 1, 2012 (section 2);
- ! Repealing the option to have an independent auditor perform the review of records required by the seed-potato regulation act (sections 3 and 4);
- ! Requiring the committee of area no. 2 to pay the fees that implement seed-potato regulation (section 5); and
- Repealing the provision that limits the amount of a fine to \$2,500 (section 6).

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 24-34-104, repeal 3 (17)(a)(II); and add (29)(a)(V) as follows: 4 24-34-104. General assembly review of regulatory agencies 5 and functions for repeal, continuation, or reestablishment - legislative 6 declaration - repeal. (17) (a) The following agencies, functions, or both, 7 are scheduled for repeal on September 1, 2019: 8 (II) The functions of the commissioner of the department of 9 agriculture related to seed potatoes specified in article 27.3 of title 35, 10 C.R.S.; 11 (29) (a) The following agencies, functions, or both, are scheduled 12 for repeal on September 1, 2028: 13 (V) THE FUNCTIONS OF THE COMMISSIONER OF AGRICULTURE 14 RELATED TO SEED POTATOES UNDER ARTICLE 27.3 OF TITLE 35. 15 SECTION 2. In Colorado Revised Statutes, 35-27.3-105, repeal 16 (4) as follows: 17 **35-27.3-105.** Minimum standards for planting seed potatoes - scope - qualified seed potatoes - rules. (4) Prior to January 1, 2012, 18 19 a Colorado potato grower may plant uncertified and untested seed

1 potatoes if the seed potatoes have been grown as part of that grower's 2 farming operations.

3 SECTION 3. In Colorado Revised Statutes, 35-27.3-106, amend 4 (2)(a); and **repeal** (3) as follows:

5 35-27.3-106. Record-keeping requirements - annual record 6 reviews. (2) (a) The commissioner shall upon recommendation from the 7 advisory committee, select a qualified department employee or 8 independent auditor to perform a records review on at least ten percent of 9 potato growers subject to this article ARTICLE 27.3 once every seed potato 10 crop cycle. The commissioner shall determine a method for the annual 11 random selection of growers. The area committee for area no. 2, 12 established in the marketing order regulating the handling of potatoes 13 grown in the state of Colorado, as amended, issued pursuant to the 14 "Colorado Agricultural Marketing Act of 1939", article 28 of this title 15 TITLE 35, shall pay the actual costs of such records reviews.

- 16 (3) If the independent auditor who conducted the records review 17 believes a violation of this section has occurred, he or she shall notify the 18 commissioner. The commissioner shall then investigate the alleged 19 violation according to section 35-27.3-109.
- 20 SECTION 4. In Colorado Revised Statutes, 35-27.3-107, amend 21 (4) as follows:
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35-27.3-107. Advisory committee - created - members - terms 23 - duties - sunset review - repeal. (4) The advisory committee shall advise the commissioner in establishing rules under this article ARTICLE 24 25 27.3, assist in the determination of availability of potatoes, recommend 26 whether to grant permission to plant uncertified seed potatoes, 27 recommend independent auditors to perform records reviews pursuant to section 35-27.3-106 (2), and consult with the commissioner regarding the
 administration and enforcement of this article ARTICLE 27.3.

3 SECTION 5. In Colorado Revised Statutes, 35-27.3-108, amend
(1) introductory portion, (1)(b) introductory portion, and (1)(b)(VII) as
5 follows:

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35-27.3-108. Powers and duties of the commissioner - rules.
(1) In addition to any other duties in this article ARTICLE 27.3, the commissioner shall:

9 (b) Adopt rules necessary for the administration and enforcement
10 of this article ARTICLE 27.3, including rules that:

(VII) Set a schedule of fees for services performed by the
department, which fees shall MUST be billed on a pro rata basis to the area
committees for areas TO THE COMMITTEE FOR AREA no. 2, and no. 3,
established in the marketing order regulating the handling of potatoes
grown in the state of Colorado, as amended, issued pursuant to the
"Colorado Agricultural Marketing Act of 1939", article 28 of this title
TITLE 35.

18 SECTION 6. In Colorado Revised Statutes, 35-27.3-110, amend
19 (1)(a) as follows:

35-27.3-110. Violations - civil penalties. (1) (a) Except as
otherwise provided in this section, the commissioner may impose a civil
penalty on any A person who violates any provision of this article
ARTICLE 27.3 or any A rule adopted under this article. Such penalty shall
not exceed two thousand five hundred dollars per violation ARTICLE 27.3.
SECTION 7. In Colorado Revised Statutes, amend 35-27.3-112
as follows:

35-27.3-112. Repeal of article - termination of functions. This

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article ARTICLE 27.3 is repealed, effective September 1, 2019. Prior to
 such 2028. BEFORE THE repeal, the certification functions of the
 commissioner shall be reviewed as provided for in ARE SCHEDULED FOR
 REVIEW IN ACCORDANCE WITH section 24-34-104. C.R.S.

5 SECTION 8. Act subject to petition - effective date -6 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following 7 the expiration of the ninety-day period after final adjournment of the general assembly (August 2, 2019, if adjournment sine die is on May 3, 8 9 2019); except that, if a referendum petition is filed pursuant to section 1 10 (3) of article V of the state constitution against this act or an item, section, 11 or part of this act within such period, then the act, item, section, or part 12 will not take effect unless approved by the people at the general election 13 to be held in November 2020 and, in such case, will take effect on the 14 date of the official declaration of the vote thereon by the governor.

15 (2) This act applies to offenses committed on or after theapplicable effective date of this act.