92_SB0405 LRB9203931TAtmA

- 1 AN ACT concerning agriculture.
- 2 Be it enacted by the People of the State of Illinois,
- 3 represented in the General Assembly:
- 4 Section 1. Short title. This Act may be cited as the
- 5 Illinois Swine Market Development Act.
- 6 Section 5. Legislative intent. The legislature intends
- 7 to promote the growth of the swine industry in Illinois; to
- 8 assure the citizens of this State and the American public an
- 9 adequate and wholesome food supply; to provide for the
- 10 general economic welfare of both producers and consumers of
- 11 pork and the State of Illinois; and to provide the swine
- 12 production and feeding industry of this State with authority
- to establish a self-financed, self-governed program to help
- 14 develop, maintain, and expand the State, national, and
- 15 foreign markets for pork and pork products produced,
- 16 processed, or manufactured in this State.
- 17 Section 10. Definitions. In this Act:
- 18 "Board" means the elected members of the Illinois Pork
- 19 Producers Association board of directors.
- 20 "Council" means the Illinois Swine Market Development
- 21 Council created by this Act.
- 22 "Director" means a member of the Illinois Swine Market
- 23 Development Council.
- "Market agent", "market agency", "collection agent", or
- 25 "collection agency" means any person who sells, offers for
- 26 sale, markets, distributes, trades, or processes swine that
- 27 has been purchased or acquired from a producer or that is
- 28 marketed on behalf of a producer. The term also includes
- 29 meat packing firms, and their agents, that purchase or
- 30 consign to purchase swine.

- 1 "Market" means to sell or to otherwise dispose of a swine
- animal, pork, or pork product in commerce.
- 3 "Person" means any natural person, partnership,
- 4 corporation, company, association, society, trust, or other
- 5 business unit or organization.
- 6 "Pork" means the meat from swine.
- 7 "Pork product" means a product produced or processed in
- 8 whole or in part from swine.
- 9 "Producer" means any person engaged in this State in the
- 10 business of producing or marketing swine, unless otherwise
- 11 defined in the marketing program.
- 12 "Swine" means all domesticated animals of the family
- 13 Suidae.
- 14 Section 15. Illinois Swine Market Development Program.
- 15 (a) The name of the program authorized by and created
- by this Act is the Illinois Swine Market Development Program.
- 17 (b) The program shall include, as applicable, the
- 18 following:
- 19 (1) a definition of terms;
- 20 (2) the purpose of the program;
- 21 (3) the assessment rate or rates provided for by
- the program;
- 23 (4) equitable procedures for collection of the
- assessment provided for the program;
- 25 (5) procedures and criteria for determining
- adoption of a program;
- 27 (6) the election procedure and qualifications of
- the directors of the Council, terms of office, expense
- 29 reimbursement, and other necessary provisions pertaining
- 30 thereto;
- 31 (7) the operating procedures of the program;
- 32 (8) the qualifications for and registration of
- 33 swine producers to participate in referenda for the

1	adoption, amendment, or continuation of a marketing
2	program and the election of Council directors;
3	(9) If provided for in the marketing program, the
4	procedure for requesting refunds and for reasonable
5	reimbursement of collection expenses;
6	(10) procedures for the discontinuance of a
7	program;
8	(11) the determination of what swine are subject to
9	assessment and the exemption of swine producers or swine
10	from assessment when those exemptions are applicable as
11	defined in the marketing program; and
12	(12) the adoption of other provisions to facilitate
13	the purposes of the marketing program.
14	(c) The purposes of the program may include:
15	(1) promoting the sale and use of pork and pork
16	products; supporting promotion, research, and education
17	programs, and other consumer marketing activities at a
18	funding level determined by the Council; and otherwise
19	supporting consumer market development and promotion
20	efforts on a State, national, and international scale;
21	(2) developing new uses and markets for pork and
22	pork products;
23	(3) developing and improving methods of
24	distributing pork and pork products to the consumer;
25	(4) developing methods for improving the quality of

pork and pork products for consumer benefit;

to the swine industry;

(5) informing and educating the public of the

nutritive and economic value of pork and pork products;

(6) informing and educating pork producers

disease control and eradication, environmental

stewardship and mandates, and other areas of importance

industry and other food industries of the State and

(7) functioning as a liaison within the pork

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- elsewhere in matters that would increase efficiencies that ultimately benefit both consumers and industry; and
- 3 (8) developing and expanding markets for swine.
- 4 Section 20. Powers and duties of the Board.

- The Board is responsible for the development of the initial Illinois Swine Market Development Program, providing publicity and conducting informational meetings prior to referendum for adoption on the initial marketing program, making the proposed program and nominating petitions for director and names of candidates running for office available to the public, registering producers who are subject to the program to vote, conducting the initial referendum to adopt a program, and conducting the initial election of the Council.
 - (b) The Board shall develop an Illinois Swine Market
 Development Program consistent with the provisions set forth
 in Section 15 and as authorized by or required by this Act.
 - Section 25. Governing council. With a favorable vote of swine producers subject to the marketing program in the State of Illinois to adopt by referendum an Illinois Swine Market Development Program, there shall be established an Illinois Swine Market Development Council governed by a board of directors of 7 members who shall be elected at the same time as the initial referendum and thereafter as provided for in this Act and marketing program. Swine producers who are subject to the program shall elect a director from each of 7 compact and contiguous districts, apportioned as nearly as practical according to the swine-on-farms census report taken from the latest available United States Department of Agriculture records.
 - No county in Illinois shall be apportioned into more than one district. The 7 districts shall be re-apportioned by the Council every 9 years, according to the latest available

1 United States Department of Agriculture swine-on-farms census

2 records. An elected director shall not become ineligible to

3 serve his or her elected term through any re-apportionment.

The 7 directors shall be elected to serve a 3-year term and may be re-elected to serve an additional consecutive term. An elected director must be a resident of Illinois and must be a swine producer subject to the program who has been a swine producer for at least the 5 years prior to his or her election. A qualified swine producer may be elected to serve on the Council only if he or she has submitted, by registered mail to the Illinois Swine Market Development office, a nominating petition containing signatures of 25 or more swine producers subject to the program from the district he or she seeks to represent, except that in the case of the initial election of Council directors, the nominating petition shall be mailed by registered mail to the Board. The candidate

All Council directors shall be unsalaried. Council directors may, however, be reimbursed for travel and other expenses incurred in carrying out the intent and purposes of this Act and marketing program.

receiving the greatest number of votes cast from that

district shall be elected.

It is the responsibility of the Council to conduct the election of Council directors within 30 days before the end of any elected Council director's term of office. Newly elected Council directors shall assume their office at the first meeting of the Council after their election to office, which shall be convened within 30 days after the election. Notice of the meeting shall be sent to the directors of the Council at least 10 days before the meeting. The notice must state the time, date, and place of the meeting.

Reasonable notice of elections of directors of the Council must be given at least once in trade publications and in the public press at least 30 days before the election.

- 1 The Council may declare an office of director vacant and
- 2 appoint a swine producer subject to the program from that
- 3 district to serve the unexpired term of any director unable
- 4 or unwilling to complete his or her term of office.
- 5 Section 30. Referenda. All swine producers subject to
- 6 the marketing program shall have the opportunity to vote in a
- 7 referendum to determine the adoption, amendment, or
- 8 continuation of a marketing program.
- 9 All referenda shall be by secret ballot. Voting may be
- 10 by mail, at geographically located polling places or
- 11 conducted in any other manner that will make it easy to vote
- 12 throughout the State. More than one day shall be allowed for
- swine producers subject to the program to cast their ballots.
- 14 Procedure shall be provided for absentee voting. Reasonable
- 15 notice of all referenda held under this Act must be given at
- least once in trade publications and in the public press at
- 17 least 30 days before the referendum.
- 18 If the referendum is by mailed ballot, the ballots shall
- 19 be returned to the Illinois Department of Agriculture, and in
- 20 the case of other voting methods, the ballots shall be
- 21 returned or delivered to the Department at the conclusion of
- 22 the voting period. The Department shall secure all ballots
- 23 until they are tallied. The Department shall appoint a
- 3-person teller committee to tally the vote and shall make
- 25 the results of the referendum public.
- The initial referendum to adopt an Illinois Swine Market
- 27 Development Program and to set the amount of an assessment
- 28 may be conducted at any time by the Board of the Illinois
- 29 Pork Producers Association. The Board shall hold
- 30 informational meetings on the initial marketing program.
- 31 Any producer who is qualified under any marketing program
- 32 is entitled to one vote. The referendum area includes the
- 33 entire State of Illinois.

- 1 Section 35. Powers and duties of the Council.
- 2 (a) The Council shall:

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- (1) receive and disburse funds, as prescribed in this Act and the marketing program, to be used in administering and implementing the provisions and the intent of this Act and the marketing program;
 - (2) annually elect a Chairperson from among its members who may succeed himself or herself for not more than one term;
 - (3) annually elect a Secretary-Treasurer from among its members;
 - (4) meet regularly and at any other times at the call of the Chairperson, or when requested by 4 or more directors of the Council; all meetings must comply with the Open Meetings Act;
 - (5) maintain a permanent record of its business proceedings;
 - (6) maintain a permanent and detailed record of its financial dealings;
 - (7) prepare and publish annually an activity and financial report for the marketing program to be available to all of the affected producers of the marketing program. All expenditures under each marketing program shall be audited at least annually by a registered public accountant. Within 30 days after completion of such audit, the results shall be made available to the Director of the Illinois Department of Agriculture;
 - (9) bond the treasurer and such other persons necessary to insure adequate protection of funds and deposit program funds in a secure banking institution; and
- 33 (10) maintain an office at a specific location in 34 Illinois.

(b) The Council may:

- (1) conduct or contract with any accredited university, college, or similar institution and enter into other contracts or agreements that will aid the Council in carrying out the purposes of the program, including contracts for the purchase or acquisition of facilities or equipment necessary to carry out the purposes of the program;
- (2) disseminate reliable information benefiting the consumer and the swine industry on subjects including, but not limited to, purchase, identification, care storage, handling, cookery, preparation, serving, and nutritive value of pork and pork products;
- (3) provide information to government bodies and act jointly or in cooperation with the State or federal government, and agencies thereof, to facilitate the objectives of the program;
- (4) sue and be sued as a Council without individual liability of the members for acts of the Council when acting within the scope of the powers of this Act and in the manner prescribed by the laws of this State;
- (5) borrow money from licensed lending institutions in an amount that is not cumulatively greater than 50% of the Council's anticipated annual income;
- (6) maintain a financial reserve for emergency use, the total of which may not exceed 50% of the Council's anticipated annual income;
- (7) appoint advisory groups composed of representatives from organizations, institutions, government, or businesses related to or interested in the welfare of the swine industry and the pork-consuming public;
- (8) employ subordinate officers and employees of the Council and prescribe their duties and fix their

compensation and terms of employment;

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- (9) cooperate with any local, State, regional, or nationwide organization or agency or person engaged in work or activities consistent with the objectives of the program;
- (10) cause any duly authorized agent or representative of the Council to enter upon the premises any market agency, market agent, collection agent, or collection agency, or any person responsible remitting assessments to the Council and examine or cause to be examined by an authorized agent only books, papers, and records that deal in any way with the payment of the assessment adopted pursuant to this Act and marketing program;
- 15 (11) provide services that enhance profitability 16 and consumer preference for pork; and
- 17 (12) carry out the duties and responsibilities as 18 set forth in this Act and marketing program.
- Section 40. Acceptance of grants and gifts. The Council
 may accept grants, donations, contributions, or gifts from
 any source and may use these moneys consistent with the
 objectives of the program.
- 23 Section 45. Payments to organizations.
- 24 (a) The Council may pay funds to other organizations or 25 persons for work or services performed that are consistent 26 with the objectives of the program.
- (b) Before making payments described in this Section,
 the Council must secure agreements in writing that the
 organization or persons receiving payment will (i) furnish
 yearly or at the request of the Council written or printed
 reports of program activities and reports of financial data
 that are related to the Council's funding of these activities

- 1 and (ii) agree to have appropriate representatives attend
- 2 business meetings of the Council as reasonably requested by
- 3 the Chairperson of the Council.
- 4 (c) The Council may require adequate proof of surety
- 5 bonding on funds paid to any person or organization.
- 6 Section 50. Collection of moneys.
- 7 (a) Every person who is responsible for remitting the
- 8 assessment as established in the marketing program shall
- 9 deduct the amount of the assessment as directed in the
- 10 marketing program in addition to any assessment for a
- 11 national promotion research program, created by federal law,
- 12 that may be in effect.
- 13 (b) The person responsible for remitting the assessment
- 14 shall forward the assessed funds to the Council on a monthly
- 15 basis. The Council shall provide appropriate business forms
- 16 for the convenience of the person responsible for remitting
- 17 the assessment.
- 18 (c) Failure of the person who is responsible for
- 19 collecting and remitting to the Council assessments
- 20 authorized by this Act and marketing program is grounds for
- 21 the Council to request that the Illinois Department of
- 22 Agriculture suspend or refuse to issue the person's license
- 23 under the Livestock Auction Market Law or Illinois Livestock
- 24 Dealer Licensing Act.
- 25 (d) The Council shall maintain financial records of all
- 26 moneys received under the marketing program.
- 27 (e) Any due and payable assessment required under this
- 28 Act and marketing program constitutes a personal debt of the
- 29 person so assessed or the person who otherwise owes the
- 30 assessment. In the event of failure of a person to remit any
- 31 properly due assessment, the Council may bring a civil action
- 32 against that person in the circuit court of any county for
- 33 the collection thereof, and may add an additional 10% penalty

- 1 assessment, cost of enforcing the collection of the
- 2 assessment, and court costs. The action shall be tried and
- 3 judgment rendered as in any other cause of action for debts
- 4 due and payable. All assessments, penalty assessments, and
- 5 enforcement costs are due and payable to the Council.
- 6 (f) All moneys assessed under this Act and marketing
- 7 program are bona fide business expenses for the seller under
- 8 the tax laws of this State.
- 9 (f) The Council may adopt reciprocal agreements with
- 10 other swine councils or similar organizations.
- 11 Section 55. Refunds.
- 12 (a) Any person who has had an assessment deducted from
- 13 under the provisions of this Act and marketing program is
- 14 entitled to a prompt and full refund if the marketing program
- 15 provides for refunds. The refund shall be made in a manner
- 16 consistent with this Act and any marketing program for the
- 17 time that the program is in effect.
- 18 (b) The Council shall make available to all persons
- 19 responsible for collecting and remitting the assessment forms
- 20 for requesting refunds. The refund request forms shall be
- 21 submitted by the swine producer within 60 days after the date
- of assessment.
- 23 (c) A refund claim by the swine producer must include
- 24 his or her signature, date and place of assessment, number of
- 25 swine, and amount of assessment deducted and must have
- 26 attached to it proof of the assessment.
- 27 (d) If the Council has reasonable doubt that a refund
- 28 claim is valid, it may withhold payment and take any action
- 29 that may be deemed necessary to determine its validity.
- 30 (e) All requests for refunds shall be initiated by the
- 31 producer.
- 32 Section 60. Surety bond. Any person authorized by the

- 1 Council to receive or disburse funds must post with the
- 2 Council a surety bond in an amount determined by the Council.
- 3 Premiums covering bonds for employees, officers, or members
- 4 of the Council shall be paid by the Council.
- 5 Section 65. Compliance. No person may knowingly fail or
- 6 refuse to comply with the requirements of this Act or an
- 7 adopted marketing program. The Council may institute any
- 8 action that is necessary to enforce compliance with this Act
- 9 or an adopted marketing program. In addition to any other
- 10 remedy provided by law, the Council may petition the circuit
- 11 court for injunctive relief without being required to allege
- or prove the absence of any adequate remedy at law.
- 13 Section 70. Duration of program.

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- 14 (a) Any marketing program adopted by referendum shall
- remain in effect until amended or repealed.
- 16 (b) Upon delivery by certified mail to the Council
- office of petitions from each of the 7 districts containing
- 18 the signatures of at least 100 swine producers in each
- 19 district that are qualified to vote, stating "Shall the
- 20 Illinois Swine Market Development Program continue", the

Council shall, within 90 days, conduct a referendum to

vote in the referendum support the continuation of the

- 22 determine if a majority of the swine producers qualified to
- 24 Illinois Swine Market Development Program. Referendums on
- 25 the question of the continuation of a program may not be held
- 26 more than once every 5 years. The continuation of a
- 27 marketing program shall be determined by the same voting
- requirements as for adoption of the marketing program.
- 29 (c) A marketing program may be amended by utilizing the
- 30 same procedures as for determining the continuation of a
- 31 program. The Council may at any time deemed necessary propose
- 32 amendments to a marketing program.

- 1 Section 75. Termination of program. Upon termination of
- 2 any marketing program, all remaining unobligated funds shall
- 3 be refunded on a prorata basis to the producers from whom the
- 4 assessments were collected in the preceding 2 years.
- 5 Section 80. Suspension of program. The operation of any
- 6 marketing program or any part thereof may be suspended for
- 7 any reasonable cause by the Council.
- 8 Section 85. Illinois Administrative Procedure Act. The
- 9 marketing program, procedures relative to the adoption of any
- 10 marketing program or amendment to an existing marketing
- 11 program shall not be subject to the provisions of the
- 12 Illinois Administrative Procedure Act.
- 13 Section 90. Invalidity. If any provision of this Act or
- 14 application thereof to any person or circumstances is held
- invalid, that invalidity does not affect other provisions or
- 16 applications of this Act that can be given effect without the
- 17 invalid application or provision, and to this end the
- 18 provisions of this Act are declared to be severable.
- 19 Section 999. Effective date. This Act takes effect upon
- 20 becoming law.