EXHIBIT E.01



Governor

ARKANSAS DEPARTMENT OF AGRICULTURE

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Wes Ward Secretary of Agriculture

December 9, 2020

Arkansas Legislative Council Administrative Rules Subcommittee Lance Eads, Senate Chair Dan Sullivan, House Chair

ATTN: Jessica C. Sutton Administrator, Administrative Rules Review Section Bureau of Legislative Research One Capitol Mall 5th Floor, Room L-513 Little Rock, AR 72201

RE: Delinquent Rulemaking under Act 517 of 2019 – Department of Agriculture, Bureau of Standards (Act 501)

Dear Co-chairs:

Act 501 of 2019 (the Act) requires the Director of the Bureau of Standards to promulgate rules for the labeling of certain food products that contain synthetic products derived from a plant, insect, or other source, or products grown in a laboratory from animal cells. The Act seeks to regulate the use of terms like "meat", "pork", or "poultry" on the labels of such products.

On July 22, 2019, just days before the Act was to become effective, a lawsuit was filed in federal court challenging the constitutionality of the Act. Plaintiffs requested a preliminary injunction to enjoin enforcement of the Act pending litigation. The Court granted the Plaintiffs' motion for preliminary injunction on December 11, 2019. Therefore, enforcement of this Act is enjoined pending the outcome of the lawsuit. The case has been set for trial the week of February 8, 2021.

The parties have recently requested that the Court issue a decision based upon the evidence presented at the hearing for preliminary injunction. This will allow the Court to issue a decision prior to the February court date. We will remain under the injunction until the Court issues its decision.

Accordingly, no rules have been promulgated for the enforcement of this rule.

Sincerely Wade Hodge

Wade Hodge Chief Counsel Arkansas Department of Agriculture