## Stricken language would be deleted from and underlined language would be added to present law. Act 712 of the Regular Session

1	State of Arkansas	As Engrossed: \$3/29/23	
2	94th General Assembly	A Bill	
3	Regular Session, 2023		SENATE BILL 506
4			
5	By: Senator B. Davis		
6	By: Representative Painter		
7			
8		For An Act To Be Entitled	
9	AN ACT TO T	TRANSFER CERTAIN ENTITIES TO TH	E DEPARTMENT
10	OF AGRICULT	TURE; TO TRANSFER AGRICULTURAL	PROMOTIONAL
11	BOARDS TO T	THE DEPARTMENT OF AGRICULTURE B	Y A CABINET-
12	LEVEL DEPAR	RTMENT TRANSFER; TO DECLARE AN	EMERGENCY;
13	AND FOR OTH	HER PURPOSES.	
14			
15			
16		Subtitle	
17	TO TRA	ANSFER CERTAIN ENTITIES TO THE	
18	DEPAR'	TMENT OF AGRICULTURE; AND TO	
19	TRANSI	FER AGRICULTURAL PROMOTIONAL BO	DARDS
20	TO THI	E DEPARTMENT OF AGRICULTURE BY	A
21	CABINI	ET-LEVEL DEPARTMENT TRANSFER; A	AND TO
22	DECLAI	RE AN EMERGENCY.	
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25	BE IT ENACTED BY THE GE	ENERAL ASSEMBLY OF THE STATE OF	'ARKANSAS:
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27	SECTION 1. DO NO	OT CODIFY. <u>Transfer of entitie</u>	s to the Department of
28	Agriculture by cabinet-	-level department transfer.	
29	(a) The following	ng entities are transferred to	the Department of
30	Agriculture:		
31	<u>(1) Arkans</u>	sas Catfish Promotion Board;	
32	(2) Arkans	sas Soybean Promotion Board;	
33	(3) Arkans	sas Rice Research and Promotion	Board;
34	<u>(4) Arkans</u>	sas Wheat Promotion Board;	
35	<u>(5) Arkans</u>	sas Corn and Grain Sorghum Prom	otion Board; and
36	<u>(6) Arkans</u>	sas Beef Council.	

1 (b) The administrative functions of the entities under subsection (a)
2 of this section are transferred by a cabinet-level department transfer under
3 § 25-43-202 to the Department of Agriculture.

4 (c) The statutory authority, powers, duties, functions, records,

- 5 personnel, property, and unexpended balances of appropriations, allocations,
- 6 or other funds of the entities under subsection (a) of this section,
- 7 <u>including the functions of budgeting or purchasing</u>, are transferred to the
- 8 Department of Agriculture.
- 9 (d)(1) The transfer of the entities in subsection (a) of this section
  10 does not affect the orders, rules, regulations, directives, or standards made
  11 or promulgated by the entities in subsection (a) of this section before the
- 12 effective date of this act.
- 13 (2) The orders, rules, regulations, directives, or standards
  14 under subdivision (d)(1) of this section shall continue with full force and
  15 effect until amended or repealed under authority given by law.
- (e) The members of the entities in subsection (a) of this section, and
  their successors, shall continue to be selected in the manner and serve for
  the terms provided by the statutes applicable to the entities in subsection
- 19 (a) of this section.
- 20 (f) The entities in subsection (a) of this section and Arkansas Farm
  21 Bureau Federation shall grant access to and provide all information requested
  22 by the Department of Agriculture to accomplish the transfer and mission of
  23 the entities in subsection (a) of this section.

- 25 SECTION 2. Arkansas Code § 2-9-103 is amended to read as follows:
- 26 2-9-103. Arkansas Catfish Promotion Board.
- 27 (a) (1) The Arkansas Catfish Promotion Board is created.
- 28 <u>(2)</u> The board shall be composed of seven (7) members appointed 29 by the *Governor*, confirmed by the Senate, as follows:
- 30 <del>(1)(A) The Catfish Farmers of Arkansas, Inc., shall submit to</del>
- 31 the Governor the names of six (6) persons who are members of the catfish
- 32 industry. The list of nominees shall include commercial catfish producers,
- 33 processors, and feed dealers identified as such. The Arkansas Farm Bureau
- 34 Federation shall submit to the Governor the names of six (6) persons who are
- 35 commercial catfish producers. All members shall be and who are residents of
- 36 Arkansas.

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- (B) The Governor shall appoint four (4) members from the list submitted by the Catfish Farmers of Arkansas, Inc., and three (3) members from the list submitted by the Arkansas Farm Bureau Federation to serve on the board.
  - (2) Each year, not less than thirty (30) calendar days before the expiration of the terms of the current members of the board whose terms expire, the organizations named in subdivision (a)(1)(A) of this section shall submit to the Governor the names of two (2) nominees for each position to be filled on the board from the respective organizations, subject to the foregoing qualifications, and the Governor shall appoint the new members from each list of nominees. If no lists are submitted, the appointments shall be at the discretion of the Governor.
  - (3)(A) Each member selected shall serve for a term of two (2) years and until his or her successor is selected as provided in this section.
- 15 (B) However, the initial members of the board shall be 16 appointed for terms that will result in three (3) members' terms expiring 17 after one (1) year and four (4) members' terms expiring after two (2) years.
- 18 (4) A midterm vacancy on the board shall be filled by
  19 appointment by the Governor from a list submitted within thirty (30) calendar
  20 days from the organization making the nomination for the position being
  21 vacated.
  - (5) A member of the board may be removed by a majority vote of the remaining board members for conviction of a felony, for not attending three (3) consecutive meetings, or if the member no longer meets the qualifications for his or her initial appointment.
  - (b)(1) The President of the Catfish Farmers of Arkansas, Inc.

    Secretary of the Department of Agriculture, shall call an organizational meeting of the board and shall preside until officers are elected.
  - (2) Members of the board shall organize immediately after their appointment and shall elect a chair, a vice chair, and a secretary-treasurer from the membership of the board, whose duties shall be those customarily exercised by those officers or specifically designated by the board.
- 33 (3) The board may appoint an executive director, who shall be 34 the chief operating officer of the board and whose duties shall be designated 35 by the board.
  - (c)(1) The board may provide a salary for the executive director and

1 for other necessary employees from funds derived from the assessments imposed in this chapter. 2 3 (2) Members of the board shall serve without compensation but 4 may be reimbursed for reasonable expenses. 5 The principal office of the board shall be located in Little Rock, 6 Pulaski County, Arkansas the Department of Agriculture. 7 (e) The resident agents of the board shall be the executive director 8 of the board and the chair of the board, or either of them. 9 (f) The Department of Agriculture shall provide administrative support 10 to the board. 11 12 SECTION 3. Arkansas Code § 2-20-404 is amended to read as follows: 13 2-20-404. Arkansas Soybean Promotion Board. 14 (a)(1) The Arkansas Soybean Promotion Board is created. 15 (2) The board shall be composed of nine (9) producer members 16 appointed by the Governor and confirmed by the Senate. as follows: 17 (1)(A) The Arkansas Farm Bureau Federation, Riceland Foods, 18 Inc., Arkansas Soybean Association, and Agriculture Council of Arkansas shall 19 submit the names of five (5) practical soybean producers to the Governor. 20 (B) The Governor shall appoint three (3) members from the list submitted by the Arkansas Farm Bureau Federation, and two (2) members 21 22 from the list submitted by each of the other organizations named above to 23 serve on the board 24 (C)(3) All of the nine (9) producer members of the board 25 shall: 26 (i) Represent Arkansas soybean farmers at large; and 27 (ii) be Be practical producers of soybeans in the State of Arkansas and shall be nominated by their respective organizations;. 28 29 (2) Each year, not less than thirty (30) days before the 30 expiration of the terms of the current board members whose terms expire, the organizations named in subdivision (a)(1)(A) of this section shall submit to 31 the Governor names of two (2) nominees for each position to be filled on the 32 33 board from the respective organizations, and the Governor shall appoint the

(3)(4) Each member selected shall serve for a term of two (2) years and until his or her successor is duly selected as provided in this

new members from each list of nominees; and

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1 section. (b)(1) The members of the board shall meet and organize immediately 3 after their appointment and shall elect a chair, a vice chair, and a 4 secretary-treasurer from the membership of the board, whose duties shall be 5 those customarily exercised by those officers or specifically designated by 6 the board. The principal office of the board shall be located at the office 7 of the Arkansas Farm Bureau Federation, in Little Rock. 8 (2) All officers shall serve for a period of one (1) year and 9 until their successors are duly elected. The board may establish rules for its own government and for the 10 11 administration of the affairs of the board. 12 (d) The board is designated as the qualified state soybean board to 13 represent the State of Arkansas under the Soybean Promotion, Research and 14 Consumer Information Act of 1990. 15 (d) The Department of Agriculture shall provide administrative support 16 to the board. 17 18 SECTION 4. Arkansas Code § 2-20-505 is amended to read as follows: 19 2-20-505. Arkansas Rice Research and Promotion Board. 20 (a) The Arkansas Rice Research and Promotion Board is created. 21 (b)(1) The board shall be composed of nine (9) rice producer members 22 to be appointed by the Governor and confirmed by the Senate. as follows: 23 (A) Three (3) members shall represent the Arkansas Farm 24 Bureau Federation: 25 (B) Two (2) members shall represent Riceland Foods, Inc.; 26 (C) One (1) member shall represent the Agricultural Council of Arkansas; 27 28 (D) One (1) member shall represent Producers Rice Mill, 29 Inc.; 30 (E) One (1) member shall represent the Arkansas Rice 31 Council: and 32 (F) One (1) member shall represent the independent mills 33 of Arkansas. 34 (2) All of the nine (9) producer members of the board shall be practical producers of rice in the State of Arkansas and shall be nominated 35

by their respective organizations actively and principally engaged in the

l production of rice.

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2 (3) Each year, not less than thirty (30) days before the 3 expiration of the terms of the current board members whose terms expire in 4 that year, the organizations named in subdivision (b)(1) of this section shall submit to the Governor names of two (2) nominees for each position to 5 6 be filled on the board from the respective organizations, and the Governor 7 shall appoint the new members from each list of nominees Four (4) members of 8 the board shall be designated representatives of the Arkansas rice merchant 9 and milling industry.

- (4) Each member selected shall serve for a term of two (2) years and until his or her successor is duly selected as provided in this section.
- (c)(1) The members of the board shall meet and organize immediately after their appointment and shall elect a chair, a vice chair, and a secretary-treasurer from the membership of the board, whose duties shall be those customarily exercised by those officers or specifically designated by the board.
- 17 <u>(2)</u> All officers shall serve for a period of one (1) year and 18 until their successors are duly elected.
  - (d) The board may establish rules for its own government and for the administration of affairs of the board.
    - (e) The resident agent of the board shall be the executive vice president, Arkansas Farm Bureau Federation Secretary of the Department of Agriculture, or his or her designee.
- 24 <u>(f) The Department of Agriculture shall provide administrative support</u> 25 <u>to the board.</u>

27 SECTION 5. Arkansas Code § 2-20-604 is amended to read as follows: 28 2-20-604. Arkansas Wheat Promotion Board.

- (a) The Arkansas Wheat Promotion Board is created.
- 30 (b)(1) The board shall be composed of nine (9) seven (7) producer
  31 members to be appointed by the Governor and confirmed by the Senate as
  32 follows:
- 33 (A) Three (3) members shall represent the Arkansas Farm
  34 Bureau Federation;
- 35 (B) Two (2) members shall represent Riceland Foods, Inc.;
  36 (C) Two (2) members shall represent the Arkansas

1	Association of Wheat Growers; and	
2	(D) Two (2) members shall represent the Agricultural	
3	Council of Arkansas.	
4	(2) All of the nine (9) seven (7) members of the board shall:	
5	(A) Represent Arkansas wheat farmers at large; and	
6	(B) Be be practical producers of wheat in the State of	
7	Arkansas and shall be nominated by their respective organizations.	
8	(3) Each year, not less than thirty (30) days before the	
9	expiration of the terms of the current board members whose terms expire in	
10	that year, the organizations named above shall submit to the Governor names	
11	of two (2) nominees for each position to be filled on the board from the	
12	respective organizations, and the Covernor shall appoint the new members from	
13	each list of nominees.	
14	$\frac{(4)}{(3)}$ Each member selected shall serve for a term of two (2)	
15	years and until his or her successor is duly selected as provided in this	
16	section.	
17	(c)(1) The members of the board shall meet and organize immediately	
18	after their appointment and shall elect a chair, a vice chair, and a	
19	secretary-treasurer from the membership of the board, whose duties shall be	
20	those customarily exercised by those officers or specifically designated by	
21	the board.	
22	(2) All officers shall serve for a period of one (1) year and	
23	until their successors are elected.	
24	(d) The <del>board may establish rules for its own government and for the</del>	
25	administration of affairs of the board Department of Agriculture shall	
26	provide administrative support to the board.	
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28	SECTION 6. Arkansas Code § 2-20-610 is repealed.	
29	2-20-610. Resident agent.	
30	The resident agent of the Arkansas Wheat Promotion Board shall be the	
31	executive vice president of Arkansas Farm Bureau Federation or his or her	
32	designee.	
33		
34	SECTION 7. Arkansas Code § 2-20-804 is amended to read as follows:	
35	2-20-804. Arkansas Corn and Grain Sorghum Promotion Board.	
36	(a) <del>(1)</del> The Arkansas Corn and Grain Sorghum Promotion Board is created	

subsection.

and domiciled in Little Rock, Arkansas, 10720 Kanis Road, and is composed

(b)(1) The board shall be composed of seven (7) producer members

appointed by the Governor and confirmed by the Senate as provided in this

- (2) All of the seven (7) producer members of the board shall be practical producers of corn or grain sorghum in the State of Arkansas and shall be nominated by their respective organizations.
- (3) Within ten (10) days following July 1, 1997, each of the following organizations, namely, the Arkansas Farm Bureau Federation, Riceland Foods, Inc., and the Agricultural Council of Arkansas, shall submit the names of five (5) practical corn or grain sorghum producers to the Governor, and he or she shall appoint three (3) members from the list submitted by the Arkansas Farm Bureau Federation, and two (2) members from the lists submitted by each of the other above-named organizations to serve on the board.
  - Arkansas Farm Bureau Federation, shall draw lots to determine their terms so that two (2) of the members will serve for terms of two (2) years and one (1) shall serve for a term of one (1) year, and the members from each of the other organizations shall draw lots for terms so that one (1) shall serve for a term of one (1) year and one (1) shall serve for a term of two (2) years. Thereafter, each Each member selected shall serve for a term of two (2) years and until his or her successor is duly selected as provided in this section.
  - (5) Each year thereafter not less than thirty (30) days before the expiration of the terms of the current board members whose terms expire, the organizations named in subdivision (a)(3) of this section shall submit to the Governor names of two (2) nominees named for each position to be filled on the board from the respective organizations, and the Governor shall appoint from each list of nominees the new member or members.
  - $\frac{(b)(1)(c)(1)}{(c)(1)}$  The members of the board shall meet and organize immediately after their appointment and shall elect a chair, a vice chair, and a secretary-treasurer from the membership of the board, whose duties shall be those customarily exercised by the officers or specifically designated by the board.
  - (2) All officers shall serve for a period of one (1) year and until their successors are duly elected. The board may establish rules for

1 its own government and for the administration of affairs of the board. 2 (e)(d) The resident agent of the board shall be the executive vice 3 president of the Arkansas Farm Bureau Federation Secretary of the Department 4 of Agriculture, or his or her designee. 5 (e) The Department of Agriculture shall provide administrative support 6 to the board. 7 8 SECTION 8. Arkansas Code § 2-35-303 is amended to read as follows: 9 2-35-303. Creation - Members - Organization. 10 The Arkansas Beef Council is created. 11 (b)(1) The council shall be composed of seven (7) members appointed by 12 the Governor and confirmed by the Senate as follows: 13 (A) Three (3) Four (4) cattle producer members shall 14 represent the Arkansas Farm Bureau Federation and shall be appointed from a 15 list of names submitted by the board of directors of that organization actively and principally engaged in the cattle industry, from each of the 16 17 four (4) congressional districts; 18 (B) Three (3) Two (2) cattle producer members shall 19 represent the Arkansas Cattlemen's Association and shall be appointed from a 20 list of names submitted by the board of directors of that organization 21 actively and principally engaged in the cattle industry, from the state at 22 large; and 23 (C) One (1) member who shall be an active Arkansas 24 livestock market operator who shall be appointed from the state at large. 25 (2) Each year, not less than thirty (30) days before the 26 expiration of the terms of the current council members whose terms expire in 27 that year, the organizations named shall submit to the Governor two (2) nominees for each position to be filled on the council from the respective 28 29 organizations. The Governor shall appoint a succeeding member to the council

- 31 (3) Each member selected shall serve for a term of three (3)
- years and until his or her successor is <del>duly</del> selected as provided in this section.
- $\frac{(4)(3)(A)}{(3)(A)}$  Vacancies in any unexpired term shall be filled by the

from each organization's list of nominees.

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- 35 Governor for the remainder of the unexpired term.
  - (B) The member appointed to fill the vacancy shall

represent the same organization type of designee under subdivision (b)(1) of

2	this section as the person whose term is unexpired.
3	(c) Members of the council shall meet and organize immediately after
4	their appointment and shall elect a chair, a vice chair, and a secretary-
5	treasurer from the membership of the council whose duties shall be those
6	customarily exercised by those officers or specifically designated by the
7	council.
8	(d) The council may establish rules for its own government and for the
9	administration of the affairs of the council The Department of Agriculture
10	shall provide administrative support to the council.
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12	SECTION 9. Arkansas Code § 2-35-404 is amended to read as follows:
13	2-35-404. Rules.
14	The Secretary of the Department of Finance and Administration
15	Agriculture is authorized to adopt appropriate rules not inconsistent with
16	this subchapter or the federal law, orders, and rules regarding the national
17	beef promotion and research program as he or she may deem necessary to carry
18	out the intent and purposes of, and to assure compliance with, this
19	subchapter and the federal laws, orders, and rules relating to the national
20	beef promotion and research program.
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22	SECTION 10. Arkansas Code § 25-38-203, concerning the duties of the
23	Department of Agriculture, is amended to add an additional subdivision to
24	read as follows:
25	(13) Develop a report to be submitted each year on January 1 to
26	the Governor, the Senate Committee on Agriculture, Forestry, and Economic
27	Development, and the House Committee on Agriculture, Forestry, and Economic
28	Development, concerning the activities and programs of the:
29	(A) Arkansas Catfish Promotion Board;
30	(B) Arkansas Soybean Promotion Board;
31	(C) Arkansas Rice Research and Promotion Board;
32	(D) Arkansas Wheat Promotion Board;
33	(E) Arkansas Corn and Grain Sorghum Promotion Board,; and
34	(F) Arkansas Beef Council.
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36	SECTION 11. Arkansas Code § 25-38-211, concerning the state entities

1	transferred to the Department of Agriculture, is amended to add additional
2	subdivisions to read as follows:
3	(24) Arkansas Catfish Promotion Board, created under § 2-
4	<u>9-103;</u>
5	(25) Arkansas Soybean Promotion Board, created under § 2-
6	<u>20-404;</u>
7	(26) Arkansas Rice Research and Promotion Board, created
8	under § 2-20-505;
9	(27) Arkansas Wheat Promotion Board, created under § 2-20-
10	<u>604;</u>
11	(28) Arkansas Corn and Grain Sorghum Promotion Board,
12	created under § 2-20-804; and
13	(29) Arkansas Beef Council, created under § 2-35-303.
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15	SECTION 12. Arkansas Code § 25-43-202(a), concerning the state
16	entities transferred to the Department of Agriculture, is amended to add
17	additional subdivisions to read as follows:
18	(25) Arkansas Catfish Promotion Board, created under § 2-
19	<u>9-103;</u>
20	(26) Arkansas Soybean Promotion Board, created under § 2-
21	<u>20-404;</u>
22	(27) Arkansas Rice Research and Promotion Board, created
23	<u>under § 2-20-505;</u>
24	(28) Arkansas Wheat Promotion Board, created under § 2-20-
25	<u>604;</u>
26	(29) Arkansas Corn and Grain Sorghum Promotion Board,
27	created under § 2-20-804; and
28	(30) Arkansas Beef Council, created under § 2-35-303.
29	
30	SECTION 13. DO NOT CODIFY. TEMPORARY LANGUAGE. This act shall not
31	shorten the term of any current member of the Arkansas Catfish Promotion
32	Board, Arkansas Soybean Promotion Board, Arkansas Rice Research and Promotion
33	Board, Arkansas Wheat Promotion Board, Arkansas Corn and Grain Sorghum
34	<u>Promotion Board</u> , and Arkansas Beef Council but shall be implemented as terms
35	expire and by filling vacancies on each of the boards and council.

1	SECTION 14. EMERGENCY CLAUSE. It is found and determined by the
2	General Assembly of the State of Arkansas that the Arkansas Catfish Promotion
3	Board, Arkansas Soybean Promotion Board, Arkansas Rice Research and Promotion
4	Board, Arkansas Wheat Promotion Board, Arkansas Corn and Grain Sorghum
5	Promotion Board, and Arkansas Beef Council preserves the public peace,
6	health, and safety by studying, planning, promoting, and implementing needed
7	projects and research to support the agricultural industry in Arkansas; that
8	this act provides for the transfer of agricultural boards to the Department
9	$\underline{\text{of Agriculture for more efficient agricultural promotion and industry in } \underline{\text{the}}$
10	state; and that this act should become effective on July 1, 2023, to coincide
11	with the appropriation bills of the Department of Agriculture and Department
12	of Finance and Administration to continue to provide the vital services of
13	these state entities as the transfer is implemented and does not experience
14	any issues with funding under the transfer. Therefore, an emergency is
15	declared to exist, and this act being necessary for the preservation of the
16	public peace, health, and safety shall become effective on July 1, 2023.
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18	/s/B. Davis
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21	APPROVED: 4/11/23
22	EMERGENCY CLAUSE FAILED OF ADOPTION
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