Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H2/23/09 S3/10/09 S3/12/09
2	87th General Assembly	A Bill
3	Regular Session, 2009	HOUSE BILL 1451
4		
5	By: Representatives Hoyt, R	eynolds, T. Baker, Breedlove, J. Brown, Cole, L. Cowling, Dismang, George,
6	Hall, Harrelson, Hawkins, H	ouse, Lovell, McCrary, Overbey, Perry, Pierce, Powers, Saunders, Slinkard,
7	Stewart, Summers, Tyler, Wa	gner, Webb, Wells, B. Wilkins, J. Roebuck, Pyle, M. Burris, M. Martin,
8	Ragland	
9	By: Senators Bryles, J. Jeffre	ess, G. Jeffress, J. Taylor, D. Wyatt
10		
11		
12		For An Act To Be Entitled
13	AN ACT	TO ENSURE AN ADEQUATE SUPPLY OF ARKANSAS
14	MILK FO	R ARKANSAS CONSUMERS; TO STABILIZE AND
15	STIMULA	TE DAIRY FARMS IN ARKANSAS; TO CREATE THE
16	DAIRY S	TABILIZATION FUND; AND FOR OTHER PURPOSES.
17		
18		Subtitle
19	AN A	CT TO ENSURE AN ADEQUATE SUPPLY OF
20	ARKA	NSAS MILK FOR ARKANSAS CONSUMERS; TO
21	STAB	ILIZE AND STIMULATE DAIRY FARMS IN
22	ARKA	NSAS; AND TO CREATE THE DAIRY
23	STAB	ILIZATION FUND.
24		
25		
26	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
27		
28	SECTION 1. Arka	ansas Code Title 2, Chapter 10, is amended to add an
29	additional subchapter	to read as follows:
30	<u>2-10-201. Defin</u>	litions.
31	<u>As used in this</u>	subchapter:
32	<u>(1)</u> "But	ter" means the fatty substance obtained from milk by
33	<u>churning;</u>	
34	<u>(2)</u> "Che	ese" means solid foods made from pressed curds of milk,
35	including hard, Ameri	can, processed, shredded, mozzarella, and cream;
36	<u>(3)</u> "Cul	tured milk products" means yogurt, cottage cheese, and



1	sour cream;
2	(4)(A) "Dairy products" means refrigerated or frozen items sold
3	to consumers in Arkansas that are processed directly from raw milk.
4	(B) "Dairy products" includes without limitation:
5	(i) Butter;
6	(ii) Cheese;
7	(iii) Cultured milk products;
8	(iv) Fluid milk; and
9	(v) Ice cream.
10	(C) "Dairy products" does not include a dairy product that
11	is used as an ingredient for a nondairy finished product;"
12	(5) "Fluid milk" means whole, reduced fat, skim, flavored, and
13	buttermilk, including cream and half and half;
14	(6) "Ice cream" means flavored cream or custard made from milk,
15	sweetened and frozen, including full fat, low fat, ice milk, frozen yogurt,
16	and milk sherbet;
17	(7) "Milk producer" means any person or entity that operates a
18	bovine dairy farm that possesses a valid permit signed by the administrator
19	of the Arkansas Grade "A" Milk Program; and
20	(8) "Wholesaler" means a person or entity that is engaged as a
21	distributor or manufacturer who receives, stores, manufactures, or sells milk
22	or other dairy products to retail sellers in Arkansas.
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24	<u>2-10-202. Dairy fee.</u>
25	(a) A wholesaler shall pay a dairy fee of not more than thirty cents
26	(30¢) per hundred weight on packaged milk and an equivalent amount as
27	determined by the Secretary of the Arkansas Agriculture Department on other
28	dairy products sold in Arkansas.
29	(b)(1) The dairy stabilization fee shall be assessed and collected by
30	the Director of the Department of Finance and Administration.
31	(2) The director shall deposit the dairy fee into general
32	revenues.
33	(c) A wholesaler that is subject to the dairy fee under this section
34	shall file a monthly return and remit the fee for the month to the Director
35	of the Department of Finance and Administration on or before the 15th day of
36	the month next following the month in which the sale was made.

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1	(d) The secretary shall provide quarterly reports to the Arkansas Milk
2	Stabilization Board regarding the assessment, collection, and disbursement of
3	moneys collected under this section.
4	(e) If an Arkansas retailer purchases milk or dairy products from an
5	unlicensed wholesaler, distributor, or manufacturer for sale in Arkansas, the
6	retailer shall pay the fee when the property is transferred to a retail store
7	for sale to the ultimate consumers as reflected in the records of the
8	<u>retailer.</u>
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10	<u>2-10-206. Rules.</u>
11	The Director of the Department of Finance and Administration shall
12	adopt rules to implement this subchapter.
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15	/s/ Hoyt
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