THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1055 Session of 2022

INTRODUCED BY ARGALL, LAUGHLIN AND MENSCH, FEBRUARY 14, 2022

REFERRED TO AGRICULTURE AND RURAL AFFAIRS, FEBRUARY 14, 2022

AN ACT

1 Amending Title 3 (Agriculture) of the Pennsylvania Consolidated

2 Statutes, in agricultural commodities marketing, further

providing for definitions and for commodity marketing board;

4 and making a related repeal.

5 The General Assembly of the Commonwealth of Pennsylvania

6 hereby enacts as follows:

- 7 Section 1. The definition of "commodity marketing board" or
- 8 "board" in section 4502 of Title 3 of the Pennsylvania
- 9 Consolidated Statutes is amended to read:
- 10 § 4502. Definitions.
- 11 The following words and phrases when used in this chapter
- 12 shall have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- 14 * * *

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- 15 "Commodity marketing board" or "board." The persons who are
- 16 appointed [by the Secretary of Agriculture] as provided in this
- 17 <u>chapter</u> from among producers whose commodities are subject to an
- 18 issued marketing program.
- 19 * * *

- 1 Section 2. Section 4504(a) of Title 3 is amended and the
- 2 section is amended by adding a subsection to read:
- 3 § 4504. Commodity marketing board.
- 4 (a) Establishment of commodity marketing board.--
- 5 (1) Each marketing program issued pursuant to this 6 chapter shall provide for the establishment of a commodity 7 marketing board, which shall have primary decision-making
- 8 authority relative to marketing contracts and other projects
- 9 in furtherance of the program. [The]
- 10 (1.1) Subject to the provisions of subsection (f), the
- 11 number, representation, qualifications and terms of board
- members and the schedule of regular board meetings and
- procedure for calling special board meetings shall be
- 14 established in the issued marketing program. No marketing
- program shall be issued to establish a commodity board of
- less than five members, one of whom shall be the secretary or
- 17 the secretary's designee. The other board members shall be
- appointed, except for the Pennsylvania Wine Marketing and
- 19 <u>Research Program Board under subsection (f)</u>, by the secretary
- from among the agricultural producers whose commodities shall
- 21 be subject to the marketing program. In making these
- 22 appointments, the secretary shall consider nominations
- submitted by the producers.
- 24 (1.2) No decision by the board shall be effective
- 25 unless, pursuant to regular or special meetings, a majority
- of board members were present and a majority of those present
- voted in support of the decision. All decisions rendered by
- the board shall be recorded in written minutes of the
- 29 meeting, and the recorded minutes shall be made available to
- 30 the secretary and to the producers whose commodities are

- subject to the marketing program. 1 2 If the secretary requires sales agents to collect 3 producer charges under section 4510(b) (relating to collection of fees), an additional member shall be appointed 4 to the board by the secretary[.], except for the Pennsylvania 5 Wine Marketing and Research Program Board under subsection 6 7 (f). This member shall represent these sales agents who are 8 subject to the marketing program collection agreement. In 9 making the appointment, the secretary shall consider 10 nominations by the sales agents. * * * 11 (f) Pennsylvania Wine Marketing and Research Program 12 Board.--13 14 (1) Any marketing program issued under this chapter 15 specifically for viticultural products shall provide for the establishment of a board, to be known as the Pennsylvania 16 17 Wine Marketing and Research Program Board, of the following 18 members: 19 (i) The secretary or his designee. 20 (ii) One individual appointed by the President pro 21 tempore of the Senate. 22 (iii) One individual appointed by the Minority 23 Leader of the Senate. 24 (iv) One individual appointed by the Speaker of the 25 House of Representatives. 26 (v) One individual appointed by the Minority Leader of the House of Representatives.
- 27
- (vi) Four individuals appointed by the chairman of 28 29 the Pennsylvania Liquor Control Board.
- (2) Except as provided under this subsection, the 30

Т	members sharr serve on the same terms and conditions as
2	members appointed by the secretary and must:
3	(i) Be residents of this Commonwealth.
4	(ii) Have substantial experience or expertise in the
5	Pennsylvania wine industry.
6	(iii) Serve at the pleasure of the appointing
7	authority.
8	(3) In addition to the powers and duties contained in
9	paragraph (4) and subsection (c), the Pennsylvania Wine
10	Marketing and Research Program Board shall have the power to:
11	(i) Elect or appoint from the membership of the
12	board a chairman, vice chairman, secretary and treasurer.
13	(ii) Meet as often as necessary but at least
14	annually and hold special meetings at the request of the
15	chairman or upon request of one-third of the members of
16	the board.
17	(iii) Adopt guidelines establishing the procedure by
18	which an entity may submit an application for grant
19	funding under this subsection to the Pennsylvania Wine
20	Marketing and Research Program Board.
21	(4) The Pennsylvania Wine Marketing and Research Program
22	Board has the following duties as to awarding grants:
23	(i) Make recommendations to the Pennsylvania Liquor
24	Control Board to award grants to entities for the purpose
25	of increasing the production of Pennsylvania-made wines
26	and enhancing the Pennsylvania wine industry through
27	promotion, marketing and research-based programs and
28	projects.
29	(ii) Allocate grants through a competitive grant
30	review process established by the Pennsylvania Wine

1	<u>Marketing and Research Program Board. The application for </u>
2	a grant shall include:
3	(A) the purpose for which the grant shall be
4	utilized;
5	(B) information indicating need for the grant;
6	(C) an estimated budget;
7	(D) methods for measuring outcomes; and
8	(E) any other criteria as the board may require.
9	(iii) Require grant recipients to provide the
10	Pennsylvania Wine Marketing and Research Program Board
11	with full and complete access to all records relating to
12	the performance of the grant and to submit at the time
13	and in the form as may be prescribed truthful and
14	accurate information that the Pennsylvania Wine Marketing
15	and Research Program Board may require.
16	(iv) Conduct a thorough annual evaluation of each
17	program for which a grant under this subsection is made.
18	The Pennsylvania Wine Marketing and Research Program
19	Board shall seek repayment of funds if the Pennsylvania
20	Wine Marketing and Research Program Board determines that
21	funds are not utilized for the original stated purpose.
22	(v) Submit an annual report to the General Assembly
23	detailing all actions of the Pennsylvania Wine Marketing
24	and Research Program Board and grants awarded under this
25	subsection.
26	Section 3. A member of the Pennsylvania Wine Marketing and
27	Research Program Board who both serves on the board as of the
28	effective date of this section and was appointed by the
29	Secretary of Agriculture to the board prior to the effective
30	date of this section may continue to serve on the board until

- 1 the member's appointment expires.
- 2 Section 4. Repeals are as follows:
- 3 (1) The General Assembly finds that the repeal under
- 4 paragraph (2) is necessary to effectuate this act.
- 5 (2) Section 488.1 of the act of April 12, 1951 (P.L.90,
- No.21), known as the Liquor Code, is repealed.
- 7 Section 5. This act shall take effect in 60 days.