Session of 2008

## HOUSE BILL No. 2898

By Committee on Agriculture and Natural Resources

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9 AN ACT concerning grain commodity commissions; relating to assess-10 ment refunds; amending K.S.A. 2007 Supp. 2-3007 and repealing the 11existing section. 12 13 Be it enacted by the Legislature of the State of Kansas: 14Section 1. K.S.A. 2007 Supp. 2-3007 is hereby amended to read as 15follows: 2-3007. (a) There is hereby levied an assessment upon grain sor-16ghum marketed through commercial channels in the state of Kansas. The 17grain sorghum commission shall set the assessment at a rate of not more 18than five mills per bushel. There is hereby levied an assessment upon 19corn marketed through commercial channels in the state of Kansas. The 20corn commission shall set the assessment at a rate of not more than five 21mills per bushel. There is hereby levied an assessment upon soybeans 22 marketed through commercial channels in the state of Kansas. The soy-23 bean commission shall set the assessment at a rate of not more than 20 24 mills per bushel. There is hereby levied an assessment upon wheat mar-25keted through commercial channels in the state of Kansas. The wheat 26commission shall set the assessment at a rate of not more than 10 mills 27 per bushel. There is hereby levied an assessment upon sunflowers mar-28keted through commercial channels in the state of Kansas. The sunflower 29 commission shall set the assessment at a rate of not more than seven and 30 one-half mills per bushel (\$0.03 per cwt). Any commission shall not 31change the assessment rate, either to increase or reduce, more than once 32 a year. Such assessment shall be levied and assessed to the grower at the 33 time of sale, and shall be shown as a deduction by the first purchaser 34 from the price paid in settlement to the grower. Under the provisions of 35 this act, no corn, grain sorghum, soybeans, wheat or sunflowers shall be 36 subject to the assessment more than once. The commission department 37 of agriculture shall furnish to every first purchaser receipt forms which 38 shall be issued by such first purchaser to the grower upon the payment 39 of such assessment. The commission shall furnish refund forms to every 40 *first purchaser.* The form shall indicate thereon the procedure by which 41the grower may obtain a refund of any such assessment, except a state: 42A refund request must be in the amount of \$5 or more; (1)43 (2)a refund request must be submitted within one year after the date

1 of sale;

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2 (3) a request must be accompanied by evidence of the payment of the 3 assessments;

(4) the first purchaser's name, address and first purchaser number;

(5) the date of sale, bushels and assessment amount;

(6) the producer's name, address and telephone number; and

(7) the signatures of the first purchaser and producer.

8 The producer shall mail the refund form to the commission from which 9 the refund is sought. No refund shall not be issued unless the amount of 10 the refund is \$5 or more. Within one year after any and all sales during 11 such period the grower may upon submission of a request therefor to the 12 commission, obtain a refund in the amount of the assessments deducted 13 by the first purchaser. Such request shall be accompanied by evidence of 14 the payment of the assessments which need not be verified.

15 (b) The commission shall keep complete records of all refunds made 16under the provisions of this section. Records of refunds may be destroyed two years after the refund is made. All funds expended by the commission 1718in the administration of this act and for the payment of all claims growing 19out of the performance of any duties or activities pursuant to this act shall 20be paid from the proceeds derived from such assessment. In the case of 21a lien holder who is a first purchaser as defined in this act, the assessment 22 shall be deducted by the lien holder from the proceeds of the claim 23 secured by such lien at the time the corn, grain sorghum, soybeans, wheat or sunflowers are pledged or mortgaged. The assessment shall constitute 24 a preferred lien and shall have priority over all other liens and encum-25brances upon such corn, grain sorghum, soybeans, wheat or sunflowers. 2627 The assessment shall be deducted and paid as provided in this section 28whether such corn, grain sorghum, soybeans, wheat or sunflowers are 29 stored in this or any other state.

(c) Any corn, grain sorghum, soybean, wheat or sunflowers acquired
by a grower as defined in K.S.A. 2-3001, and amendments thereto, under
the provisions of any federal program shall be subject to the provisions
of this section.

(d) No assessments for soybeans shall be collected pursuant to subsection (a) while the national checkoff program for soybeans, established
pursuant to public law 101-624, remains in effect. Collection of assessments pursuant to subsection (a) shall be reinstated upon the withdrawal
of the national checkoff program for soybeans, established pursuant to
public law 101-624.

Sec. 2. K.S.A. 2007 Supp. 2-3007 is hereby repealed.

41 Sec. 3. This act shall take effect and be in force from and after its42 publication in the statute book.