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2	An act relating to the Department of Citrus; amending
3	s. 20.29, F.S.; providing for the appointment,
4	compensation, and powers and duties of the
5	department's executive director; deleting and
6	conforming obsolete provisions relating to the Florida
7	Citrus Commission; amending ss. 570.55 and 600.041,
8	F.S.; conforming cross-references; amending s. 601.01,
9	F.S.; revising a short title; amending s. 601.03,
10	F.S.; defining the term "department" and conforming
11	definitions for purposes of the Florida Citrus Code;
12	amending s. 601.04, F.S.; revising the qualifications
13	and terms of members of the Florida Citrus Commission;
14	providing for staggered terms of members appointed
15	from each citrus district; providing for shortened
16	terms of current members; specifying that members are
17	eligible for reappointment; deleting obsolete
18	provisions; requiring the commission to elect a chair
19	and secretary; deleting legislative intent relating to
20	redistricting of the commission; amending ss. 601.045,
21	601.05, 601.06, 601.07, and 601.08, F.S.; conforming
22	provisions; amending s. 601.09, F.S.; providing
23	legislative intent; authorizing the commission to
24	submit recommendations to the Legislature for
25	redistricting of the state's citrus districts;
26	amending s. 601.10, F.S.; revising the department's
27	powers; deleting provisions relating to the
28	appointment, discharge, compensation, and powers and
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29 duties of the department's executive director; 30 establishing staffing requirements for the department; 31 deleting requirements relating to the days, hours, and 32 other conditions of employment for department employees; conforming provisions; amending s. 601.101, 33 34 F.S.; conforming provisions; amending s. 601.11, F.S.; 35 revising the powers and duties of the department to 36 adopt maturity and quality standards for citrus fruit and food products thereof; authorizing the department 37 38 to issue permits for the export of citrus fruit grown 39 in the state to certain foreign countries; authorizing the department to limit increases in spacing between 40 stacked field boxes caused by the placement of cleats 41 42 or other devices on the field boxes; requiring the 43 commission to issue permits for processors of 44 concentrated orange juice into which nutritive 45 sweetening ingredients are added and to suspend or revoke the permits of processors that violate certain 46 47 rules; requiring the commission to issue emergency 48 quality assurance orders upon determining that 49 freezing temperatures have caused damage or freeze-50 related injury to citrus fruit; requiring the 51 department to adopt rules; amending s. 601.111, F.S.; 52 revising the department's authority to modify maturity standards for citrus fruit and the number of 53 54 commission members required to approve such 55 modifications; revising legislative intent; 56 authorizing the department to adopt emergency rules

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57	under certain conditions; amending s. 601.13, F.S.;
58	revising the department's powers and duties for citrus
59	research; providing for research related to disease
60	and crop efficiency; conforming provisions; amending
61	s. 601.15, F.S.; redesignating the advertising excise
62	tax on citrus fruit as an assessment; revising the
63	maximum rates of such assessments; revising the
64	guarantee requirements for assessment payments;
65	conforming provisions; amending s. 601.152, F.S.;
66	revising the number of commission members required to
67	issue marketing orders for special marketing campaigns
68	and impose assessments upon citrus handlers to defray
69	the expenses of such campaigns; conforming provisions;
70	amending s. 601.155, F.S.; redesignating the
70	
72	equalizing excise tax on processed orange and
	grapefruit products as an assessment; revising the
73	guarantee requirements for assessment payments;
74	conforming provisions; amending ss. 601.24, 601.25,
75	601.28, 601.31, 601.32, 601.33, 601.34, 601.35,
76	601.37, 601.38, 601.40, 601.43, 601.44, 601.45,
77	601.46, 601.49, 601.50, 601.501, 601.51, 601.52,
78	601.54, 601.55, 601.56, 601.57, 601.58, 601.60, and
79	601.601, F.S.; conforming provisions and cross-
80	references; amending s. 601.61, F.S.; specifying that
81	the amount of bonds or certificates of deposit that
82	must be furnished by citrus fruit dealer licensees
83	shall be determined by the department pursuant to
84	department rules; deleting obsolete provisions
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85	relating to the applicability and effect of certain
86	provisions if such provisions had been determined
87	invalid; amending ss. 601.64, 601.66, 601.67, 601.69,
88	601.70, 601.701, 601.731, 601.74, 601.75, 601.76,
89	601.77, 601.78, and 601.80, F.S.; conforming
90	provisions; amending ss. 601.85 and 601.86, F.S.;
91	specifying dimensions for standard shipping boxes and
92	standard field boxes for fresh citrus fruit; revising
93	circumstances under which such standard boxes must be
94	used; amending ss. 601.91, 601.9901, 601.9902,
95	601.9903, and 601.99035, F.S.; conforming provisions;
96	amending s. 601.99036, F.S.; revising requirements for
97	the commission's approval of changes in the salaries
98	of certain employees; amending ss. 601.9904, 601.9908,
99	601.9910, 601.9911, 601.9918, and 601.992, F.S.;
100	conforming provisions; amending s. 603.161, F.S.;
101	conforming a cross-reference; repealing ss. 601.16,
102	601.17, 601.18, 601.19, 601.20, 601.21, and 601.22,
103	F.S., relating to maturity and quality standards for
104	grapefruit, oranges, and tangerines; repealing s.
105	601.87, F.S., relating to limits on increased spacing
106	between stacked field boxes caused by the placement of
107	cleats or other devices on the field boxes; repealing
108	ss. 601.90 and 601.901, F.S., relating to the issuance
109	of emergency quality assurance orders following
110	freezing temperatures that cause damage or freeze-
111	related injury to citrus fruit and the use of such
112	freeze-damaged citrus fruit in frozen concentrated
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113	products; repealing s. 601.981, F.S., relating to
114	permits for the export to certain foreign countries of
115	citrus fruit grown in the state and quality standards
116	for such exported fruit; repealing s. 601.9905, F.S.,
117	relating to quality standards and labeling
118	requirements for canned orange juice; repealing s.
119	601.9906, F.S., relating to quality standards for
120	certain grapefruit juice products; repealing ss.
121	601.9907, 601.9909, and 601.9913, F.S., relating to
122	quality standards and labeling requirements for canned
123	blends of orange juice and grapefruit juice, frozen
124	concentrated orange juice, and high-density frozen
125	concentrated orange juice sold in retail,
126	institutional, or bulk size containers; repealing s.
127	601.9914, F.S., relating to authority of the
128	commission to adopt rules modifying citrus juice
129	quality standards for specified purposes; repealing s.
130	601.9916, F.S., relating to the issuance of permits
131	for the processing, shipping, and sale of frozen
132	concentrated orange juice or concentrated orange juice
133	for manufacturing into which certain nutritive
134	sweetening ingredients are added, the inspection of
135	such processors, and quality standards and labeling
136	requirements for such concentrated orange juice;
137	providing effective dates.
138	
139	Be It Enacted by the Legislature of the State of Florida:
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### 2012 Legislature

141	Section 1. Section 20.29, Florida Statutes, is amended to
142	read:
143	(Substantial rewording of section. See
144	s. 20.29, F.S., for present text.)
145	20.29 Department of Citrus; Florida Citrus Commission;
146	executive director
147	(1) The head of the Department of Citrus is the Florida
148	Citrus Commission created under s. 601.04.
149	(2) The executive director of the Department of Citrus
150	shall be appointed by a majority vote of, and serves at the
151	pleasure of, the Florida Citrus Commission. The Florida Citrus
152	Commission shall fix the executive director's compensation and,
153	in addition to any powers and duties assigned to the executive
154	director by law, shall assign the executive director's powers
155	and duties.
156	Section 2. Paragraph (h) of subsection (3) of section
157	570.55, Florida Statutes, is amended to read:
158	570.55 Identification of sellers or handlers of tropical
159	or subtropical fruit and vegetables; containers specified;
160	penalties
161	(3) DEFINITIONSAs used in this section:
162	(h) "Tropical or subtropical fruit" means avocados,
163	bananas, calamondins, carambolas, guavas, kumquats, limes,
164	longans, loquats, lychees, mameys, mangoes, papayas, passion
165	fruit, sapodillas, and fruit that must be grown in tropical or
166	semitropical regions, except citrus fruit as defined in s.
167	601.03 <del>(7)</del> .

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#### 2012 Legislature

168 Section 3. Subsection (11) of section 600.041, Florida 169 Statutes, is amended to read: 600.041 Definitions.-As used in this act, the following 170 171 terms have the following meanings: 172 "Standard-packed box" has the same meaning means a (11)173 unit of measure as provided defined in s. 601.03(33). 174 Section 4. Section 601.01, Florida Statutes, is amended to 175 read: 176 601.01 Short title.-This chapter may be known and cited as the "Florida "The Florida Citrus Code of 1949." 177 Section 5. Section 601.03, Florida Statutes, is amended to 178 179 read: 180 601.03 Definitions.-As used in construing this chapter, 181 where the context permits the word, phrase, or term: 182 (1)"Additive" means any foreign substance which, when 183 added to any citrus fruit juice, will change the amount of total 184 soluble solids or anhydrous citric acid therein, or the color or 185 taste thereof, or act as an artificial preservative thereof.+ 186 (2) "Agent" means any person who, on behalf of any citrus 187 fruit dealer, negotiates the consignment, purchase, or sale of 188 citrus fruit, or weighs citrus fruit so that the weight thereof 189 may be used in computing the amount to be paid therefor. + 190 "Broker" means any person engaged in the business of (3)negotiating the sale or purchase of citrus fruit for others.+ 191 192 "Canned products" means juices, segments, or sections (4) of citrus fruits sealed in hermetically sealed containers at a 193 concentration that does of not exceed exceeding 20 degrees Brix 194 195 and sufficiently processed by heat to ensure preservation of the Page 7 of 114

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196 product, and when regulated by the department of Citrus, these 197 same products packed in any other manner or in any other type 198 container.;

(5) "Canning plant" means any building, structure, or place where citrus fruit or the juice thereof is canned or prepared for canning at a concentration <u>that does</u> of not <u>exceed</u> exceeding 20 degrees Brix for market or shipment.;

203 (6) "Cash buyer" means any person who purchases citrus 204 fruit in this state from the producer for the purpose of 205 resale<u>.</u>;

(7) "Citrus fruit" means all varieties and regulated
hybrids of citrus fruit and also means processed citrus products
containing 20 percent or more citrus fruit or citrus fruit
juice. The term does not, but, for the purposes of this chapter,
shall not mean limes, lemons, marmalade, jellies, preserves,
candies, or citrus hybrids for which no specific standards have
<u>not</u> been established by the department. of Citrus;

213 "Citrus fruit dealer" means any consignor, commission (8) 214 merchant, consignment shipper, cash buyer, broker, association, 215 cooperative association, express or gift fruit shipper, or 216 person who in any manner makes or attempts to make money or 217 other thing of value on citrus fruit in any manner whatsoever, 218 other than of growing or producing citrus fruit., but The term 219 does shall not include retail establishments whose sales are 220 direct to consumers and not for resale or persons or firms 221 trading solely in citrus futures contracts on a regulated 222 commodity exchange. +

223

(9) (37) "Citrus hybrids" <u>includes</u>, <del>means</del> but <u>is</u> <del>shall</del> not Page 8 of 114

#### 2012 Legislature

224 be limited to, hybrids between or among sour orange (C. 225 aurantium), pummelo (C. grandis), lemon (C. limon), lime (C. 226 aurantifolia), citron (C. medica), grapefruit (C. paradisi), 227 tangerine or mandarin orange (C. reticulata), sweet orange (C. 228 sinensis), tangelo (C. reticulata x C. paradisi or C. grandis), 229 tangor (C. reticulata x C. sinensis), kumquat (Fortunella, 230 species), trifoliate orange (Poncirus trifoliata), and varieties 231 of these species.+

232 (10)(9) "Citrus producing area" means that part or parts 233 of the state in which citrus fruit is grown or produced.;

234 <u>(11) (10)</u> "Color-add" or "color-added" means the 235 application or use of any coloring matter to any citrus fruit<u>.</u>;

(12) (11) "Coloring matter" means any dye, or any liquid or 236 237 concentrate or material containing a dye or materials that which 238 react to form a dye, used or intended to be used for the purpose 239 of enhancing the color of citrus fruit by the addition of artificial color to the peel thereof. The; provided that said 240 241 term does shall not include any process or treatment of fruit 242 that which merely brings out or accelerates the natural color of 243 the fruit.+

(13) "Commission" means the Florida Citrus Commission as head of the department. of Citrus;

246 <u>(14) (15)</u> "Commission merchant" means any person engaged in 247 the business of receiving any citrus fruit for sale on 248 commission for or on behalf of another.+

249 (15) (16) "Concentrated products" means:

(a) Frozen citrus fruit juice frozen <u>that has</u> at a
 concentration <u>that exceeds</u> of exceeding 20 degrees Brix and <u>is</u>
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252 kept at a sufficiently freezing temperature to ensure 253 preservation of the product; <u>or</u> and

(b) Citrus fruit juice <u>that is</u> sealed in hermetically
sealed containers at a concentration <u>that exceeds</u> <del>of exceeding</del>
20 degrees Brix and <u>is</u> sufficiently processed by heat to ensure
preservation of the product.<del>;</del>

258 <u>(16)(17)</u> "Concentrating plant" means any building, 259 structure, or place where citrus fruit is canned, frozen, or 260 prepared for canning or freezing at a concentration <u>that exceeds</u> 261 <del>of more than</del> 20 degrees Brix for market or shipment.<del>;</del>

 $\begin{array}{c} \underline{(17)}(18) \\ \hline (17)(18) \\ \hline (18)(18) \\ \hline (18)(18)(18) \\ \hline (18)(18) \\ \hline (18)(18) \\ \hline (18)(18) \\ \hline (18)(18) \\ \hline (18)$ 

267 <u>(18) (19)</u> "Consignor" means any person, other than a 268 producer, who ships or delivers to any commission merchant or 269 dealer any citrus fruit for handling, sale, or resale.;

270 <u>(19) (12)</u> "Degreening Coloring room" means any room or 271 place where citrus fruit is placed, with or without the use of 272 heat or any gas, for the purpose of bringing out the natural 273 color of the fruit.;

274

(20) "Department" means the Department of Citrus.

275 <u>(21)</u> (14) "Department of Agriculture" means the Department 276 of Agriculture and Consumer Services. of the State of Florida;

277 (22)(20) "Express or gift fruit shipper" means any person 278 having an established place of business who ships or delivers 279 for transportation in any manner $\tau$  citrus fruit to a consumer and

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280 not for the purpose of resale.+

281 <u>(23)(21)</u> "Fresh fruit juice distributor" means any person 282 extracting and preparing for market or shipment any citrus fruit 283 juice in fresh form.;

284 <u>(24) (22)</u> "Grapefruit" means the fruit Citrus paradisi 285 Macf., commonly called grapefruit. The term includes the and 286 shall include white, red, and pink meated varieties of 287 grapefruit.;

288 (25)(23) "Handler" means any person engaged within this 289 state in the business of distributing citrus fruit in the 290 primary channel of trade or any person engaged as a processor in 291 the business of processing citrus fruit. $\div$ 

(26) (35) "Lemons" or "rough lemons" including "rough" 292 293 lemons means the acid lemons of Citrus limon, including the 294 varieties eureka, genoa, wheatley, amerfo, belair, and 295 villafranca of the Eureka group; varieties bonnie brae, kennedy, 296 lisbon, messer, messina, and sicily of the Lisbon group; 297 varieties meyer, cuban, ponderosa, and rough of the Anomalous 298 group; varieties dorshapo and millsweet of the Sweet Lemon 299 group;  $\tau$  and other varieties not included in this subsection, 300 above such as everbearing, palestine sweet, perrine, and 301 spheriola.;

302 <u>(27) (24)</u> "Manufacturer" means any person who <u>manufactures</u> 303 shall manufacture, <u>sells</u> sell or <u>offers</u> offer for sale, or 304 <u>licenses</u> <del>license</del> or <u>offers</u> offer for license for use any 305 coloring matter, or any soaps, oils, waxes, gases, gas-forming 306 material, or other similar compositions, or the component parts 307 thereof on or in the processing of citrus fruits<u>.</u>;

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308 (28)(25) "Oranges" means the fruit Citrus sinensis Osbeck, 309 commonly called sweet oranges.;

310 <u>(29) (26)</u> "Packinghouse" means any building, structure, or 311 place where citrus fruit is packed or otherwise prepared for 312 market or shipment in fresh form.;

313 <u>(30)(27)</u> "Person" means any natural person, partnership, 314 association, corporation, trust, estate, or other legal entity.;

315 (31)(28) "Primary channel of trade" means <u>the routes</u> 316 <u>through which citrus fruit is marketed. Citrus that fruit is</u> 317 <del>shall be</del> deemed to <u>be</u> have been delivered into the primary 318 channel of trade when it is sold or delivered for shipment in 319 fresh form<sub>7</sub> or when it is received and accepted at a canning, 320 concentrating, or processing plant for canning, concentrating, 321 or processing.<del>;</del>

322 <u>(32)(38)</u> "Processor" means any person engaged within this 323 state in the business of canning, concentrating, or otherwise 324 processing citrus fruit for market other than for shipment in 325 fresh fruit form.

326 <u>(33)</u> (29) "Producer" means any person growing or producing 327 citrus in this state for market.;

328 <u>(34)(30)</u> "Ship" or "shipping" means to move, or cause <u>to</u> 329 <u>be moved</u>, citrus fruit or the canned or concentrated products 330 thereof <del>to be moved</del> in intrastate, interstate, or foreign 331 commerce by rail, truck, boat, <del>or</del> airplane, or any other means.;

332 <u>(35)(31)</u> "Shipper" means any person engaged in shipping, 333 or causing to be shipped, citrus fruit or the canned or 334 concentrated products thereof in intrastate, interstate, or 335 foreign commerce, whether as owner, agent, or otherwise.;

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336 (36) (32) "Shipping season" means that period of time 337 beginning August 1 of one year and ending July 31 of the 338 following year.+ (37) (36) "Sour or bitter oranges"-"sour" or "bitter" 339 340 oranges means the fruit of Citrus aurantium L. and contains 341 several subspecies. Among the most important are varieties 342 african, brazilian, rubidoux, and standard of the Normal group; 343 varieties daidai, goleta, and bouquet of the Aberrant group; 344 variety chinooto of the Myrtifolia group; and varieties bittersweet and paraguay of the Bittersweet group.+ 345 (38) (33) "Standard packed box" means 1 3/5 bushels of 346 347 citrus fruit, whether in bulk or containers.+ 348 (39) (34) "Tangerines" means the fruit Citrus reticulata 349 Blanco, commonly called tangerines.; 350 Section 6. Section 601.04, Florida Statutes, is amended to 351 read: 352 601.04 Florida Citrus Commission; creation and 353 membership.-There is created and established within the 354 (1)(a) 355 department of Citrus a board to be known and designated as the 356 "Florida Citrus Commission," which shall to be composed of nine 357 members appointed by the Governor. Each member must be a 358 practical citrus fruit persons who are resident citizen citizens 359 of the state who, each of whom is and has been actively engaged 360 in the growing, growing and shipping, or growing and processing of citrus fruit in the state for a period of at least 5 years 361

362 immediately <u>before</u> <del>prior to</del> appointment to the <del>said</del> commission

363 and has, during that 5-year said period:,

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#### 2012 Legislature

364 <u>1.</u> Derived a major portion of her or his income <u>from such</u>
 365 <u>growing, growing and shipping, or growing and processing of</u>
 366 <u>citrus fruit; therefrom</u> or, <u>during said time</u>, <u>has</u>

367 <u>2.</u> Been the owner of, member of, officer of, or paid
 368 employee of a corporation, firm, or partnership <u>that</u> which has,
 369 during <u>that 5-year period</u> said time, derived the major portion
 370 of its income from <u>such</u> the growing, growing and shipping, or
 371 growing and processing of citrus fruit.

372 (b)1. Six members of the commission shall be classified designated as grower members and shall be primarily engaged in 373 374 the growing of citrus fruit as an individual owner; as the owner 375 of, or as stockholder of, a corporation; or as a member of a 376 firm or partnership primarily engaged in citrus growing. None of 377 Such members may not shall receive any compensation from any licensed citrus fruit dealer or handler, as defined in s. 378 379 601.03, other than gift fruit shippers, but any of the grower 380 members shall not be disqualified as a member if, individually, 381 or as the owner of, a member of, an officer of, or a stockholder 382 of a corporation, firm, or partnership primarily engaged in 383 citrus growing which processes, packs, and markets its own fruit 384 and whose business is primarily not purchasing and handling 385 fruit grown by others.

386 <u>2.</u> Three members of the commission shall be <u>classified</u> 387 designated as grower-handler members and shall be engaged as 388 owners, or as paid officers or employees, of a corporation, 389 firm, partnership, or other business unit engaged in handling 390 citrus fruit. One <del>of</del> such <u>member</u> three grower-handler members 391 shall be primarily engaged in the fresh fruit business, and two Page 14 of 114

#### 2012 Legislature

392 of such three grower-handler members shall be primarily engaged 393 in the processing of citrus fruits.

394 (2) (a) (c) There shall be Three commission members shall be 395 appointed of the commission from each of the three citrus 396 districts designated in s. 601.09. Members appointed from the 397 same citrus district shall serve staggered terms, such that the 398 term of one of the district's three members expires each year. 399 Each member must reside in the district from which she or he was 400 appointed. For the purposes of this section, a member's the residence is her or his of a member shall be the actual physical 401 402 and permanent residence of the member.

403 (b) (2) (a) The Members of such commission shall possess the 404 qualifications herein provided and shall be appointed to by the 405 Governor for terms of 3 years each, except that, to establish 406 staggered terms of members from each citrus district, the terms 407 of members appointed before July 1, 2012, shall be shortened as 408 follows:

409 <u>1. The term of one member from each citrus district shall</u> 410 <u>expire June 30, 2012, and her or his successor shall be</u> 411 <u>appointed to a term beginning July 1, 2012, and expiring May 31,</u> 412 <u>2015</u>.

413 <u>2. The term of one member from each citrus district shall</u>
414 <u>expire June 30, 2013, and her or his successor shall be</u>
415 <u>appointed to a term beginning July 1, 2013, and expiring May 31,</u>
416 <u>2016.</u>
417 3. The term of one member from each citrus district shall

418 expire June 30, 2014, and her or his successor shall be

419 appointed to a term beginning July 1, 2014, and ending May 31,

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420 2017.

421 <u>4. Subsequent appointments shall be made in accordance</u>
422 with this section.

423

424 Appointments shall be made by February 1 preceding the 425 commencement of the term and are shall be subject to 426 confirmation by the Senate in the following legislative session. 427 Each member is eligible for reappointment and Four members shall 428 be appointed each year. Such members shall serve until her or 429 his successor is their respective successors are appointed and 430 qualified. The regular terms shall begin on June 1 and expire 431 shall end on May 31 of the third year after such appointment. 432 Effective July 1, 2011, the terms of all members of the 433 commission appointed on or before May 1, 2011, are terminated 434 and the Governor shall appoint the members of the commission in 435 accordance with the provisions of this act.

436 (c) (b) When appointments are made, the Governor shall 437 publicly announce the actual classification and district that 438 each appointee represents. A majority of the members of the 439 commission shall constitute a quorum for the transaction of all 440 business and the carrying out of the duties of the commission. 441 Before entering upon the discharge of their duties as members of 442 the commission, each member shall take and subscribe to the oath 443 of office prescribed in s. 5, Art. II of the State Constitution. 444 The qualifications and classification required qualification of 445 each member by this section continue to be as herein required 446 shall continue throughout the respective term of office, and if 447 the event a member should, after appointment, fails fail to in Page 16 of 114

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448 meet the qualifications or classification that which she or he 449 possessed at the time of appointment as above set forth, the 450 such member <u>must shall</u> resign or be removed and be replaced with 451 a member possessing the proper qualifications and 452 classification.

453 (d)(c) When making an appointment to the commission, the 454 Governor shall announce the district, and classification, and 455 term of the person appointed.

(3) (a) The commission <u>shall</u> is authorized to elect a chair
and secretary and <u>may elect a</u> vice chair and such other officers
as the commission deems it may deem advisable.

(b) The chair, subject to commission concurrence, may
appoint such advisory committees or councils composed of
industry representatives as the chair deems appropriate, setting
forth the areas of committee or council concerns that concern
which are consistent with the statutory powers and duties of the
commission and the department of Citrus.

465 (4) It is the intent of the Legislature that the
466 commission be redistricted every 5 years. Redistricting shall be
467 based on the total boxes produced from each of the three
468 districts during that 5-year period.

469 Section 7. Section 601.045, Florida Statutes, is amended 470 to read:

471 601.045 Department auditor's report; Commission meetings;
472 report of department's internal auditor meeting agenda item.—The
473 Florida Citrus commission shall include as an agenda item at
474 each regularly scheduled meeting a report by the <u>department's</u>
475 internal auditor of the department of Citrus.

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#### 2012 Legislature

476 Section 8. Section 601.05, Florida Statutes, is amended to 477 read:

601.05 Department of Citrus a body corporate.—The department of Citrus shall be a body corporate, shall have power to contract and be contracted with, and shall have and possess all the powers of a body corporate for all purposes necessary for fully carrying out the provisions and requirements of this chapter. The department of Citrus shall adopt a corporate seal with which it shall authenticate its proceedings.

485 Section 9. Section 601.06, Florida Statutes, is amended to 486 read:

487 601.06 Compensation and expenses of commission members.-Each member of the commission shall receive the sum of \$25 per 488 489 day for each day or fraction thereof spent while en route to or from, or in actual attendance at, regular or special meetings of 490 491 the commission or meetings of committees of the commission, or 492 in transacting other business authorized by the department of 493 Citrus in addition to per diem and reimbursement of expenses as 494 authorized by law.

495 Section 10. Section 601.07, Florida Statutes, is amended 496 to read:

497 601.07 Location of executive offices.—The <u>department's</u>
498 executive offices <del>of the Department of Citrus</del> shall be
499 established and maintained at Bartow.

500 Section 11. Section 601.08, Florida Statutes, is amended 501 to read:

502601.08Authenticated copies of commission records as503evidence.-Copies of the proceedings, records, and acts of the

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#### 2012 Legislature

504 commission and certificates purporting to relate the facts 505 concerning such proceedings, records, and acts signed by the 506 chair of the commission and authenticated by the <u>department's</u> 507 seal <del>of the Department of Citrus</del> shall be prima facie evidence 508 thereof in all the courts of the state.

509 Section 12. Section 601.09, Florida Statutes, is amended 510 to read:

511

601.09 Citrus districts.-

512 <u>(1)</u> For purposes of this chapter, the state is divided 513 into three districts composed of:

(a) (1) Citrus District One: Levy, Alachua, Brevard,
Putnam, St. Johns, St. Lucie, Flagler, Indian River, Marion,
Seminole, Orange, Okeechobee, Polk, Volusia, and Osceola
Counties.

518 <u>(b) (2)</u> Citrus District Two: Hardee, DeSoto, Highlands, and 519 Glades Counties.

520 <u>(c)(3)</u> Citrus District Three: Charlotte, Citrus, Collier, 521 Hernando, Hendry, Hillsborough, Lake, Lee, Manatee, Monroe, 522 Martin, Pasco, Palm Beach, Pinellas, Sarasota, Sumter, Broward, 523 and Miami-Dade Counties.

524 The Legislature intends that the citrus districts be (2) 525 reviewed and, if necessary to maintain substantially equal 526 volumes of citrus production within each district, redistricted 527 every 5 years. The commission may, once every 5 years, review the citrus districts based on the total boxes produced within 528 529 each district during the preceding 5 years and, based on the commission's findings, submit recommendations to the Legislature 530 531 for redistricting in accordance with this subsection.

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532 Section 13. Section 601.10, Florida Statutes, is amended 533 to read:

534 601.10 Powers of the Department of Citrus.—The department 535 of Citrus shall have and shall exercise such general and 536 specific powers as are delegated to it by this chapter and other 537 statutes of the state, which powers shall include, but <u>are shall</u> 538 not limited <del>be confined</del> to, the following:

(1) To adopt and <u>periodically</u>, from time to time, alter, rescind, modify, or amend all proper and necessary rules, <del>regulations,</del> and orders for the exercise of its powers and the performance of its duties under this chapter and other statutes of the state, which rules and <u>orders</u> <del>regulations</del> shall have the force and effect of law when not inconsistent therewith.

545 (2) To act as the general supervisory authority over the
546 administration and enforcement of this chapter and to exercise
547 such other powers and perform such other duties as may be
548 imposed upon it by other laws of the state.

(3) To employ and, at its pleasure, discharge an executive director as it deems necessary and to outline his or her powers and duties and fix his or her compensation.

(a) The executive director of the department shall be appointed by a majority vote of the commission for a term of 4 years, except for the initial term, and the executive director shall be subject to confirmation by the Senate in the legislative session following appointment.

557 1. The initial term of the executive director ends June
 558 30, 2011, and each subsequent 4-year term begins July 1, and
 559 shall be filled in the same manner as the original appointment.
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560 2. A vacancy for the executive director shall be filled
561 for the unexpired portion of the term in the same manner as the
562 original appointment.

563 (a) (b) To The department of Citrus may pay, or participate 564 in the payment of, premiums for health, accident, and life 565 insurance for its full-time employees, pursuant to such rules or 566 regulations as the department it may adopt,; and such payments 567 are in addition to the regular salaries of such full-time 568 employees. The payment of such or similar benefits to its employees in foreign countries, including, but not limited to, 569 social security, retirement, and other similar fringe benefit 570 571 costs, may be in accordance with laws in effect in the country of employment, except that no benefits will be payable to 572 573 employees not authorized for other state employees, as provided 574 in the Career Service System.

575 (b) Subject to all applicable rules adopted by the 576 Department of Management Services, the department shall be 577 staffed 5 days per week, 40 hours per week, as necessary to 578 accommodate industry inquiries. However, the executive director, 579 with the commission's approval, may establish alternative 580 schedules for individual department employees to ensure maximum 581 efficiencies.

(c) Employees of the department shall work a 5-day, 40hour week. Unless an employee is on approved leave, an employee's salary shall be decreased by 20 percent for each day not worked during the 5-day work week if the employee chooses to regularly work less than a 5-day work week.

587 (4) To purchase or authorize the purchase of all office Page 21 of 114

#### 2012 Legislature

588 equipment and supplies and to incur all necessary expenses in 589 connection with and required for the proper <u>administration</u> 590 <del>carrying out</del> of <del>the provisions of</del> this chapter and other 591 applicable laws.

(5) To investigate violations of the provisions of this
chapter and other laws conferring powers and duties upon the
department of Citrus, and to report its findings or
recommendations in connection therewith to the Department of
Agriculture and Consumer Services.

597 To incur such reasonable obligations and expenses as (6) 598 may be necessary and proper for the discharge of its powers and 599 duties under this or other laws $_{\tau}$  and to have such obligations 600 and expenses paid out of the funds authorized by law to be 601 collected and expended. The department's executive director of 602 the Department of Citrus, or such other person specifically 603 designated by the commission to act in the event the executive 604 director is either unable or not available to act, is authorized to execute, on behalf of the department, contracts and 605 606 agreements previously approved by the commission during a 607 regular or special meeting, on behalf of the Department of 608 Citrus; and the secretary or assistant secretary of the 609 commission is authorized to attest to the signature of the 610 executive director or other designated person.

(7) To adopt, promulgate, alter, rescind, modify, amend or
<u>repeal</u>, and enforce rules <u>that</u> and regulations and establish
minimum maturity and quality standards for citrus fruits not
inconsistent with existing laws <u>or that</u>, to regulate and control
methods and practices followed or used in harvesting, grading,

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#### 2012 Legislature

packing, extracting, canning, concentrating, sectionizing, or 616 617 otherwise processing citrus fruits or citrus juices or the 618 products thereof for human consumption, including the addition 619 or prohibition of any and all additives, and including 620 application to or use of coloring matter thereon and coloring of 621 fruit by placing in a degreening coloring room with or without 622 use of heat or any form of gas in such process, to the end that 623 such methods and practices as affect the eating and keeping 624 qualities and depreciate the value of citrus fruits or the 625 juices or other food products thereof in any form may be 626 minimized to the greatest extent possible, if not altogether 627 eliminated.

628 (8) To prepare and disseminate information of importance 629 to citrus growers, handlers, shippers, processors, and industry-630 related and interested persons and organizations  $\tau$  relating to 631 department of Citrus activities and the production, handling, 632 shipping, processing, and marketing of citrus fruit and 633 processed citrus products. Any information that constitutes 634 which consists of a trade secret as defined in s. 812.081(1)(c) 635 is confidential and exempt from the provisions of s.  $119.07(1)_{\tau}$ 636 and shall not be disclosed. For referendum and other notice and 637 informational purposes, the department of Citrus may prepare and 638 maintain, from the best available sources, a citrus grower 639 mailing list. Such list shall be a public record available as other public records, but it shall not be subject to the purging 640 provisions of s. 283.55. 641

(9) When, in the opinion of the department of Citrus, the
 tax revenues collected pursuant to assessments levied under this

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644 chapter, whether allocated for research, advertising or 645 promotion, reserve funds, advertising incentive plans, or other 646 purposes, are not immediately needed for the purpose for which 647 such funds are provided, the Chief Financial Officer is 648 authorized and shall, upon the request and approval of the 649 department of Citrus, or its executive director general manager 650 if she or he has been given such authority, invest and reinvest 651 the funds designated and for the period of time specified in 652 such request. In the investment of such funds, the Chief 653 Financial Officer has shall have the powers and is be subject to the limitations provided for in s. 17.61. 654

655 Subject to the concurrence of the Chief Financial (10)656 Officer, whenever the department contracts with a foreign entity 657 for performance of services or the purchase of materials $\tau$  and 658 such contract requires payment in equivalent foreign currency, 659 the department may, for payment of such contract obligation, 660 deposit sufficient state funds in a foreign bank, or purchase 661 foreign currency at the current market rate, up to an amount not 662 in excess of the contract obligation. All payments from these 663 funds must have prior audit approval from the office of the Chief Financial Officer. 664

(11) To conduct an annual merchandising and management meeting in this state for department field personnel and to make direct payment, by means of vendor contracts approved by the commission, for all necessary lodging, meals, facilities, and training expenses for department employees attending such annual meeting, in lieu of payment of individual employee per diem allowances as established by s. 112.061.

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### 2012 Legislature

672 (12)Notwithstanding the provisions of part I of chapter 673 287, to adopt promulgate rules for the purpose of entering into 674 contracts that which are primarily for promotional and 675 advertising services and promotional events, which may include 676 commodities involving a service. Such rules shall include the 677 authority to negotiate costs with the offerors of such services 678 and commodities who have been determined to be qualified on the 679 basis of technical merit, creative ability, and professional 680 competency. Contracts pursuant to this subsection may provide 681 for advance payments when the department determines that such 682 provision is essential to acquiring the service.

(13) To investigate or address the transportation problemsaffecting the citrus industry.

685 (14) To investigate or research the mechanical harvesting
686 of citrus fruit grown in <u>the state</u> <del>Florida</del>.

(15) To provide by rule a list of forms used in conducting its business. The adoption of such rule constitutes sufficient notice to the public of the existence of the forms and negates the need to place specific citation to such list throughout the related chapters of the Florida Administrative Code.

692 Section 14. Section 601.101, Florida Statutes, is amended 693 to read:

694 601.101 Ownership of rights under patent and trademark 695 laws developed or acquired <u>under</u> <del>pursuant to the authorities of</del> 696 this chapter.—Notwithstanding <del>any provision of</del> chapter 286, the 697 legal title and every right, interest, claim, or demand of any 698 kind in and to any patent, trademark, copyright, certification 699 mark, or other right acquired under the patent and trademark

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700 laws of the United States, or this state, or any foreign 701 country, or the application therefor for the same, now, 702 heretofore, or that is or as may subsequently be hereafter owned 703 or held, acquired, or developed by the department of Citrus, 704 under the authority and directions given it by this chapter, is 705 vested in the department of Citrus for the use, benefit, and 706 purposes provided in this chapter. The department of Citrus is 707 hereby vested with and may is authorized to exercise any and all 708 of the normal incidents of such ownership, including the receipt 709 and disposition of royalties. Any sums received as royalties 710 from any such rights are hereby appropriated to the department 711 of Citrus for any and all of the purposes and uses provided in 712 this chapter. 713 Section 15. Section 601.11, Florida Statutes, is amended to read: 714 715 601.11 Power of Department of Citrus; power to establish 716 standards; rulemaking authority.-717 The department of Citrus shall have the full and (1) 718 plenary power to:, and may, 719 Establish state grades and minimum maturity and (a) 720 quality standards not inconsistent with existing laws for citrus 721 fruits and food products thereof containing 20 percent or more 722 citrus or citrus juice, whether canned, or concentrated, or 723 otherwise processed, including standards for frozen concentrate for manufacturing purposes, and for containers therefor. These 724 standards must be designed to increase the acceptance and 725 726 consumption by the consuming public of such regulated citrus 727 fruits and food products thereof and may include, but are not Page 26 of 114

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728	limited to, standards for:
729	1. Color break, predominant color, total soluble solids,
730	juice content, and ratio of soluble solids of the juice to
731	anhydrous citric acid of oranges, grapefruit, and tangerines.
732	2. Total soluble solids, juice content, and ratio of
733	soluble solids of the juice to anhydrous citric acid of citrus
734	fruit grown in the state for export to foreign countries other
735	than Canada and Mexico.
736	3. Canned orange juice or frozen concentrated orange juice
737	that is sold, offered for sale, shipped, or offered for
738	shipment, including, but not limited to, standards for total
739	soluble solids, ratio of soluble solids of juice to anhydrous
740	citric acid, amount of anhydrous citric acid, amount of
741	recoverable oil, color, taste, flavor, and absence of additives
742	or defects, and labeling requirements for substandard juice.
743	These standards may establish separate density, compositional,
744	labeling, and inspection requirements for high-density frozen
745	concentrated orange juice that is sold, offered for sale,
746	shipped, or offered for shipment in retail, institutional, or
747	bulk size containers.
748	4. The processing, shipping, and sale of frozen
749	concentrated orange juice and concentrated orange juice for
750	manufacturing to which nutritive sweetening ingredients are
751	added, including, but not limited to, total soluble solids of
752	orange juice exclusive of the added nutritive sweetening
753	ingredients; labeling requirements; and requirements for the
754	inspection and reinspection of such concentrated orange juice
755	before and after nutritive sweetening ingredients are added.
1	Page 27 of 114

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756	5. Grapefruit juice products, including, but not limited
757	to, standards for the ratio of soluble solids of juice to
758	anhydrous citric acid and any other standards designed to
759	increase the acceptance and consumption by the consuming public
760	of such regulated grapefruit juice products.
761	6. Canned blends of orange juice and grapefruit juice that
762	are sold, offered for sale, shipped, or offered for shipment,
763	including, but not limited to, standards for total soluble
764	solids, ratio of soluble solids of juice to anhydrous citric
765	acid, amount of anhydrous citric acid, amount of recoverable
766	oil, color, taste, flavor, absence of defects, and labeling
767	requirements for substandard juice blends.
768	(b) Issue permits for the export to foreign countries
769	other than Canada and Mexico of citrus fruit grown in the state
770	that complies with the standards established under subparagraph
771	<u>(a)2.</u>
772	(c) Establish standards limiting any increase of spacing
773	between stacked field boxes caused by the placement of cleats or
774	other devices on the field boxes.
775	(2) The commission shall:
776	(a) Issue and renew permits for processors of frozen
777	concentrated orange juice and concentrated orange juice for
778	manufacturing to which nutritive sweetening ingredients are
779	added and, in addition to disciplinary action that may be taken
780	by the Department of Agriculture against a citrus fruit dealer
781	for violations of this chapter, suspend or revoke the permit of
782	any processor that does not comply with the standards
783	established under subparagraph (1)(a)4.
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2012 Legislature

784	(b) Determine whether freezing temperatures have caused
785	damage or freeze-related injury as described in s. 601.89 to
786	citrus fruit and, if the commission determines that such damage
787	has been caused, issue emergency quality assurance orders that:
788	1. Temporarily prohibit the preparation for market, sale,
789	offer for sale, or shipment of any citrus fruit showing freeze
790	damage or freeze-related injury.
791	2. Establish the degree of freeze damage or freeze-related
792	injury that is temporarily permitted in citrus fruit used in
793	frozen concentrated products, including concentrate for
794	manufacturing purposes.
795	(3) The department shall adopt prescribe rules or
796	regulations governing:
797	(a) The marking, branding, labeling, tagging, or stamping
798	of citrus fruit, or products thereof <u>,</u> whether canned <u>,</u> <del>or</del>
799	concentrated, or otherwise processed, and upon containers
800	therefor for the purpose of showing the name and address of the
801	person marketing such citrus fruit or products thereof, whether
802	canned <u>, or</u> concentrated <u>,</u> or otherwise processed <u>.</u> +
803	(b) The grade, quality, variety, type, or size of citrus
804	fruit $\underline{\cdot}_{\mathcal{T}}$ the grade, quality, variety, type, and amount of the
805	products thereof, whether canned, or concentrated, or otherwise
806	processed $\underline{;}_{\overline{r}}$ and the quality, type, size, dimensions, and shape
807	of containers therefor $_{\cdot \tau}$
808	(c) The regulation and to regulate or prohibition of
809	<del>prohibit</del> the use of containers <u>that</u> <del>which have been</del> previously
810	have been used for the sale, transportation, or shipment of
811	citrus fruit or the products thereof, whether canned, or
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#### 2012 Legislature

812 concentrated, or otherwise processed, or any other commodity.;
813 provided, However, the department may not prohibit that the use
814 of secondhand containers for the sale or and delivery of citrus
815 fruit for retail consumption within the state. shall not be
816 prohibited;

817 (4) The department may not adopt any provided, however, 818 that no standard, regulation, rule, or order under this section 819 that which is inconsistent with repugnant to any requirement of 820 made mandatory under federal law or regulations that applies 821 shall apply to citrus fruit, or the products thereof, whether 822 canned, or concentrated, or otherwise processed, or to 823 containers therefor, that which are being shipped from this 824 state in interstate commerce.

825 <u>(5)(a)</u> All citrus fruit and the products thereof, whether 826 canned, or concentrated, or otherwise processed, sold, or 827 offered for sale, or offered for shipment within or without the 828 state shall be graded and marked as required by this section. 829 and

830 (b) The regulations, rules, and orders adopted and made 831 under authority of this section, to the extent that they are 832 which regulations, rules, and orders shall, when not 833 inconsistent with state or federal law, shall have the force and 834 effect of law.

835 Section 16. Section 601.111, Florida Statutes, is amended 836 to read:

837 601.111 Department of Citrus authorized to lower Maturity
838 standards; modification by emergency rule.-

839 (1) The Legislature <del>of the state</del> finds <del>and declares</del> that Page 30 of 114

#### 2012 Legislature

840 emergencies creating abnormal conditions in the state's Florida 841 citrus industry, which may include, but are not limited to, such 842 as unusual climatic conditions that produce unusual growing 843 conditions of citrus fruit, freezes and hurricanes, or other 844 acts of God that may affect a substantial part of the citrus 845 industry, require that the department have of Citrus be given the power and authority to modify *lower* the maturity standards 846 847 established by rule  $\frac{1}{1}$  for citrus fruit or any variety thereof, 848 not including oranges except as specified in subsection (2), 849 under and subject to the limitations, conditions, restrictions, 850 and provisions and within the standards hereinafter prescribed 851 and established.

852 (2) (a) Upon the determination by the department that In 853 the event of an emergency exists that creates abnormal 854 conditions in the state's citrus industry such as is mentioned 855 in subsection (1), the said department of Citrus, in addition to 856 all other powers and authority provided by law, may adopt 857 emergency which it now possesses, which have heretofore been 858 granted or delegated to it by the Legislature shall have the 859 additional power to issue rules pursuant to s. 120.54(4) that 860 temporarily modify the maturity standards previously adopted by 861 rule and regulations to:

862 (a) Lower by not more than 10 percent the existing minimum 863 requirement as to the total soluble solids of the juice of 864 citrus fruit or any variety, except oranges, or size thereof; 865 (b) Lower by not more than 10 percent the existing ratio 866 of total soluble solids of the juice of citrus fruit or any 867 variety thereof, except oranges, to the anhydrous citric acid; 868 Page 31 of 114

#### 2012 Legislature

868 (c) Lower by not more than 10 percent the existing minimum
869 requirement for juice content of citrus fruit or any variety or
870 size thereof; and

871 (d) Lower by not more than 10 percent the existing minimum
 872 requirement for the content of anhydrous citric acid for
 873 oranges.

874 (b) An emergency rule adopted Any action under this subsection does shall not take effect unless the emergency rule 875 876 is be taken without the consent of at least nine members of the 877 Florida Citrus Commission. Any regulation adopted pursuant to this section shall be by the affirmative vote of at least seven 878 879 nine members of the said Florida Citrus commission. 880 Notwithstanding the limitation on the effective period for 881 emergency rules in s. 120.54(4)(c), each, and every such emergency rule adopted under this section must regulation shall 882 contain an expiration date of not later than 1 year after from 883 884 its effective date.

(3) This <u>section does</u> act shall not repeal any other
section or part of this chapter <u>and</u>, but shall be deemed as
supplemental and additional to the express power vested in the
department of Citrus, subject only to the limitations,
restrictions, conditions, provisions, and standards <u>provided in</u>
this section herein set forth.

891 Section 17. Section 601.13, Florida Statutes, is amended 892 to read:

893 601.13 Citrus research; administration by Department of 894 Citrus; appropriation.-

895

(1) The <u>department shall administer</u> administration of this Page 32 of 114

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896 section <u>and</u> shall be vested in the department of Citrus which 897 shall prescribe suitable and reasonable rules <u>to properly</u> 898 <u>implement this section</u> <del>and regulations for the proper carrying</del> 899 <del>out of the provisions hereof</del>.

900 (2) It shall be the duty of The department shall of 901 Citrus, and it is empowered:

902 (a)<u>1.</u> To Conduct or cause to be conducted a thorough and 903 comprehensive study of citrus fruit and the juices thereof:

904 <u>a.1.</u> With respect to the quality and maturity of <u>such</u> said 905 fruit and the juices thereof, including proper effort to 906 assemble data and arrive at a proper standard of quality, grade, 907 and maturity with reference to its texture, stability, and 908 general marketability and so far as possible reduce such 909 findings to specific and readily understood chemical, 910 mathematical, or descriptive terms; and

911 <u>b.2.</u> With respect to the nutritional and other value or 912 values of such fruit and the juices thereof.

913 <u>2.</u> and to Provide suitable facilities and equipment of 914 every kind whatsoever proper and necessary in connection with 915 all such work.

916 (b) To Conduct or cause to be conducted such study and 917 research as is necessary to provide all the information and data 918 required to be disseminated pursuant to the provisions of this 919 section.

920 (c) To Provide suitable and sufficient laboratory
921 facilities and equipment, making use of the laboratory
922 facilities and equipment of the University of Florida, insofar
923 as it is practicable for the purpose of conducting thorough and

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924 comprehensive study and research to determine all possible new 925 and further uses for citrus fruit and citrus fruit juices and 926 the products and byproducts into which the same can be converted 927 or manufactured, as well as to determine and develop new and 928 profitable methods and instruments of distribution thereof.

929 (d) To Carry on, or cause to be carried on, suitable 930 experiments in an effort to prove the commercial value of each, 931 and determine and develop new and further use for citrus fruit 932 and citrus fruit juices or the products and byproducts into 933 which the same can be converted or manufactured.

(e) To Carry on or cause to be carried on suitable
experiments in an effort to prove the commercial value of any
and all new profitable methods and instruments of distribution
of citrus fruit and citrus fruit juices and the products and
byproducts into which the same can be converted or manufactured.

939 (f) To Carry on or cause to be carried on an economic and 940 marketing research program relating to citrus fruits  $\underline{and}_{\tau}$ 941 products or byproducts thereof.

(g) To Enter into any mutually satisfactory contracts or agreements with any person, firm, institution, corporation, or business unit, as well as any state or federal agency, <u>that</u> which the department of Citrus deems wise, necessary, and expedient in the <u>administration</u> carrying out of any of the provisions of this chapter.

(h) To Incur and pay such expenses and obligations as are
 necessary in connection with and required for the proper
 administration carrying out of the provisions of this chapter.

951

(i) Conduct or cause to be conducted any research related

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952 to disease and crop efficiency that would advance the purposes 953 of the state's citrus industry and commercialization related to 954 advancing such research.

955 (3) There is hereby appropriated and made available for 956 defraying the expenses of the administration of this section 957 from the moneys derived from advertising <u>assessments</u> excise 958 taxes levied on citrus fruit such amounts as the department of 959 Citrus may deem necessary within the percentage limitations 960 imposed by s. 601.15.

961 Section 18. Section 601.15, Florida Statutes, is amended 962 to read:

963 601.15 Advertising campaign; methods of conducting; 964 <u>assessments</u> excise tax; emergency reserve fund; citrus 965 research.-

966 The department shall administer administration of this (1)967 section shall be vested in the Department of Citrus, which shall 968 prescribe suitable and reasonable rules and regulations for the 969 enforcement of this section hereof, and the Department of Citrus 970 shall administer the assessments taxes levied and imposed under 971 this section hereby. All funds collected under this section and 972 the interest accrued on such funds are consideration for a 973 social contract between the state and the citrus growers of the 974 state whereby the state must hold such funds in trust and 975 inviolate and use them only for the purposes prescribed in this chapter. The department may of Citrus shall have power to cause 976 977 its duly authorized agent or representative to enter upon the premises of any handler of citrus fruits and to examine or cause 978 979 to be examined any books, papers, records, or memoranda bearing

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980 on the amount of assessments taxes payable and to secure other 981 information directly or indirectly concerned in the enforcement 982 of this section hereof. Any person who is required to pay the 983 assessments taxes levied and imposed and who by any practice or 984 evasion makes it difficult to enforce this section the 985 provisions hereof by inspection, or any person who, after demand 986 by the department of Citrus or any agent or representative 987 designated by it for that purpose, refuses to allow full 988 inspection of the premises or any part thereof or any books, 989 records, documents, or other instruments in any manner relating 990 to the liability of the person or entity liable taxpayer for the 991 assessment tax imposed or hinders, or in anywise delays, or 992 prevents such inspection, commits is guilty of a misdemeanor of 993 the second degree, punishable as provided in s. 775.082 or s. 994 775.083.

995 (2) The department of Citrus shall plan and conduct 996 campaigns for commodity advertising, publicity, and sales 997 promotion, and may conduct campaigns to encourage noncommodity 998 advertising, to increase the consumption of citrus fruits and 999 may contract for any such advertising, publicity, and sales 1000 promotion service. To accomplish such purpose, the department of 1001 Citrus shall have power, and it shall be its duty:

To Disseminate information relating to:

the public health, the economy thereof in the diet of the

people, and the importance thereof in the nutrition of

Citrus fruits and the importance thereof in preserving

(a)

1.

children.+

1006 1007

 The manner, method, and means used and employed in the Page 36 of 114

### 2012 Legislature

1008 production and marketing of citrus fruits and information 1009 relating to laws of the state regulating and safeguarding such 1010 production and marketing.;

1011 3. The added cost to the producer and dealer in producing 1012 and handling citrus fruits to meet the high standards imposed by 1013 the state that ensure a pure and wholesome product.;

1014 4. The effect upon the public health <u>that</u> which would
1015 result from a breakdown of the <u>state's</u> <del>Florida</del> citrus industry
1016 or any part thereof.;

1017 5. The reasons <u>that</u> why producers and dealers should
1018 receive a reasonable return on their labor and investment.;

1019 6. The problem of furnishing the consumer at all times
1020 with an abundant supply of fine quality citrus fruits at
1021 reasonable prices.;

1022 7. Factors of instability peculiar to the citrus fruit 1023 industry, such as unbalanced production, the effect of the 1024 weather, the influence of consumer purchasing power, and price 1025 relative to the cost of other items of food in the normal diet 1026 of people, all to the end that an intelligent and increasing 1027 consumer demand may be created.+

1028 8. The possibilities with particular reference to1029 increased consumption of citrus fruits.; and

9. Such other, further, and additional information that which tends to promote increased consumption of citrus fruits and that which fosters a better understanding and more efficient cooperation among producers, dealers, and the consuming public.; and and

1035

(b) <del>To</del> Decide upon some distinctive and suggestive trade Page 37 of 114

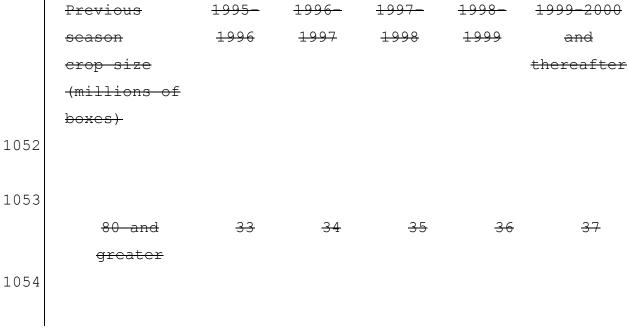
#### 2012 Legislature

1036 name and to promote its use in all ways to advertise Florida
1037 citrus fruit.

1038 (3) (a) There is hereby levied and imposed upon each 1039 standard-packed box of citrus fruit grown and placed into the 1040 primary channel of trade in this state an assessment excise tax 1041 at maximum annual rates for each citrus season as provided 1042 determined from the tables in this paragraph and based upon the 1043 previous season's actual statewide production as reported in the 1044 United States Department of Agriculture Citrus Crop Production Forecast as of June 1. The rates may be set at any lower rate in 1045 1046 any year pursuant to paragraph (e).

1047 1. The following maximum assessment for tax rates, 1048 expressed in cents per box, shall apply to grapefruit that which 1049 enters the primary channel of trade for use in fresh form may 1050 not exceed 36 cents per box.÷

### 1051





FLORIDA	HOUSE	OF REPRE	SENTATIVES
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	CS/CS/HB 1237					2012 Legislature
	75-79.99	<del>35</del>	<del>36</del>	<del>37</del>	<del>38</del>	<del>39</del>
1055						
	70-74.99	37	<del>38</del>	<del>39</del>	41	<del>42</del>
1056						
1057	<del>65-69.99</del>	40	41	42	44	4 <del>5</del>
1057	60-64.99	<del>43</del>	44	<del>46</del>	47	<del>49</del>
1058	00 01.33	15	1 1	10	1 /	19
	<del>55-59.99</del>	47	48	<del>50</del>	<del>51</del>	<del>53</del>
1059						
	<del>50-54.99</del>	<del>51</del>	53	55	<del>56</del>	<del>58</del>
1060			F 0	60	60	
1061	<del>45-49.99</del>	<del>57</del>	<u>59</u>	60	<del>62</del>	<del>64</del>
1001	40-44.99	<del>63</del>	<del>65</del>	<del>67</del>	<del>69</del>	<del>71</del>
1062						
	<del>Less than 40</del>	72	<del>74</del>	<del>76</del>	<del>79</del>	<del>81</del>
1063						
1064			1 0011			
1065 1066	However, effecti grapefruit that	_			_	
1067	fresh form may r		-	_		
1068	<del>1, 2011.</del>			Ĩ		2
1069	2. The <del>fol</del>	<del>llowing</del> m	naximum <u>a</u>	ssessment	for <del>tax</del>	rates,
1070	expressed in cer	<del>nts per k</del>	<del>)ox, shal</del>	l apply to	<del>)</del> grapefr	uit <u>that</u> <del>which</del>
1071	enters the prima	ary chann	nel of tr	ade for us	se in pro	cessed <u>form</u>
1072	may not exceed 3	36 cents	per box.	forms:		
1073			Dage	20  of  114		
			Page 3	39 of 114		

	CS/CS/HB 1237					2012 Legislature
	Previous	<del>1995-</del>	<del>1996-</del>	<del>1997-</del>	<del>1998-</del>	<del>1999-2000</del>
	season	<del>1996</del>	<del>1997</del>	<del>1998</del>	<del>1999</del>	and
	<del>crop size</del>					thereafter
	<del>(millions of</del>					
	<del>boxes)</del>					
1074						
1075						
	80 and	23	<del>24</del>	<del>25</del>	<del>25</del>	<del>26</del>
1070	greater					
1076	75-79.99	25	<del>25</del>	<del>26</del>	<del>27</del>	<del>28</del>
1077	<del></del>	23	25	20	21	20
10//	70-74.99	<del>26</del>	27	<del>28</del>	<del>29</del>	<del>30</del>
1078		20	<u> </u>	20	20	
	<del>65-69.99</del>	<del>28</del>	<del>29</del>	<del>30</del>	<del>31</del>	<del>32</del>
1079						
	60-64.99	<del>31</del>	<del>32</del>	<del>32</del>	33	<del>34</del>
1080						
	<del>55-59.99</del>	<del>33</del>	<del>34</del>	35	<del>36</del>	<del>37</del>
1081						
	<del>50-54.99</del>	<del>36</del>	<del>38</del>	<del>39</del>	40	41
1082						
	45-49.99	40	41	43	44	45
1083		. –				- 1
1004	40-44.99	45	46	48	<u>49</u>	<del>51</del>
1084						
			Dage	10 of 111		

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FLORIDA HOUSE OF REP	P R E S E N T A T I V E S
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	CS/CS/HB 1237					2012 Legi	slature
	<del>Less than 40</del>	<del>51</del>	<del>53</del>	<del>54</del>	<del>56</del>	<del>57</del>	
1085							
1086							
1087	However, effec	<del>tive Jul</del>	<del>y 1, 2011</del>	, the tax	<del>rate per</del>	<del>box on</del>	
1088	<del>grapefruit tha</del>	t enters	the prim	ary chann	el of tra	<del>de for use i</del>	n
1089	processed form	<del>ns may no</del>	t exceed	<del>the tax r</del>	<del>ate per k</del>	ox in effect	<del>on</del>
1090	<del>May 1, 2011.</del>						
1091	3. The <del>f</del>	Ollowing	maximum	assessmen	t for <del>tax</del>	<del>rates,</del>	
1092	expressed in c	<del>ents per</del>	box, sha	ll apply	<del>to</del> orange	es <u>that</u> <del>which</del>	
1093	enter the prim	nary chan	nel of tr	ade for u	se in fre	esh form <u>may</u>	not
1094	exceed 7 cents	per box	<u>.</u> ÷				
1095							
	Previous	<del>1995-</del>	<del>1996-</del>	<del>1997-</del>	<del>1998-</del>	<del>1999-2000</del>	
	season	<del>1996</del>	<del>1997</del>	<del>1998</del>	<del>1999</del>	and	
	<del>crop size</del>					thereafter	
	<del>(millions of</del>						
	<del>boxes)</del>						
1096							
1097							
	<del>255 and</del>	23	24	25	<del>26</del>	26	
	greater						
1098							
	<del>245-254.9</del>	24	<del>25</del>	<del>26</del>	27	27	
1099							
	<del>235-244.9</del>	25	<del>26</del>	27	<del>28</del>	<del>28</del>	
1100							
			Page	e 41 of 114			

FL	ORI	DΑ	НΟ U	SE	ΟF	REP	RES	ΕΝΤΑ	V T I V E S
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ENROLLED CS/CS/HB 1237 2012 Legislature 225-234.9  $\frac{215 - 224.9}{215 - 224.9}$ 205-214.9 195 - 204.9185-194.9 175-184.9 165-174.9 155 - 164.9<del>Less than 155</del> <del>41</del> However, effective July 1, 2011, the tax rate per box on oranges that enter the primary channel of trade for use in fresh form may not exceed the tax rate per box in effect on May 1, 2011. 4. The following maximum assessment for tax rates, expressed in cents per box, shall apply to oranges that which enter the primary channel of trade for use in processed form may not exceed 25 cents per box.+ 

CS/CS/HB 1237					2012 Legislature
Previous	<del>1995-</del>	<del>1996-</del>	<del>1997-</del>	<del>1998-</del>	<del>1999-2000</del>
season	<del>1996</del>	<del>1997</del>	<del>1998</del>	<del>1999</del>	and
<del>crop size</del>					thereafter
<del>(millions of</del>					
<del>boxes)</del>					
	<del>15</del>	<del>16</del>	<del>16</del>	<del>17</del>	<del>17</del>
greater					
	1.0	1.0	1 🗆	1 0	1.0
<del>245-254.9</del>	<del>10</del>	<del>10</del>	±-/-	±+	<del>18</del>
235-211 9	17	17	<u>1 8</u>	18	<del>19</del>
200 211.9	Ξ,	Ξ,	ĨO	ĨO	19
225-234.9	<del>17</del>	<del>18</del>	<del>18</del>	<del>19</del>	<del>19</del>
<del>215-224.9</del>	<del>18</del>	19	<del>19</del>	<del>20</del>	<del>20</del>
<del>205-214.9</del>	<del>19</del>	<del>20</del>	<del>20</del>	21	<del>21</del>
<del>195-204.9</del>	<del>20</del>	21	21	22	22
<del>185-194.9</del>	<del>21</del>	22	22	<del>23</del>	<del>24</del>
<del>175-184.9</del>	22	23	23	24	<del>25</del>
		D	10 -6 111		
	CS/CS/HB 1237 Previous season crop-size (millions-of boxes) 255-and greater 245-254.9 235-244.9 235-244.9 235-244.9 225-234.9 215-224.9 195-204.9 195-204.9	CS/CS/HB 1237 Previous 1995- season 1996 crop-size (millions-of boxes) 255-and 15 greater 15 245-254.9 16 235-244.9 16 235-244.9 17 225-234.9 17 225-234.9 17 215-224.9 18 205-214.9 19 195-204.9 20	CS/CS/HB 1237 Previous 1995– 1996– season 1996 1997 crop-size (millions-of boxes) 255-and 15 16 greater 16 245-254.9 16 16 235-244.9 17 17 225-234.9 17 18 215-224.9 18 19 205-214.9 19 20 195-204.9 20 21 195-204.9 20 21 195-194.9 21 22	CS/CS/HB 1237 Previous 1995- 1996- 1997- season 1996 1997 1998 crop-size (millions-of boxes) 255-and 15 16 16 greater 16 17 245-254.9 16 16 17 235-244.9 17 17 18 225-234.9 17 18 18 225-234.9 19 20 20 195-204.9 20 21 21 185-194.9 21 22 22	CSVCS/HB 1237 Previous 1995– 1996– 1997– 1998– season 1996 1997 1998 1999 crop-size (millions-of boxes)- 255-and 15 16 16 17 245-254.9 16 16 17 17 235-244.9 17 17 18 18 225-234.9 17 18 18 225-234.9 19 20 20 21 215-224.9 19 20 21 22 195-204.9 20 21 21 22 185-194.9 21 22 23 24

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FLORIDA HOUSE OF REPRESENTATIVE	F	LC	) R	2	D	Α	Н	0	U	S	Е	0	F	R	Е	Р	R	Е	S	Е	Ν	Т	Α	Т		V	Е	1
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CS/CS/HB 1237 2012 Legislature 165 - 174.923 24 25 26 26 1130 155-164.9  $\frac{25}{2}$  $\frac{26}{26}$  $\frac{26}{26}$ 27 28 1131 Less than 155 27 27 28 29 30

However, effective July 1, 2011, the tax rate per box on oranges that enter the primary channel of trade for use in processed form may not exceed 25 cents per box.

5. The actual <u>assessment</u> tax rate levied each year upon oranges which enter the primary channel of trade for use in processed form, pursuant to this paragraph, paragraph (e), and subsection (4), shall also apply in that year to tangerines and citrus hybrids regulated by the department <u>that</u> of Citrus which enter the primary channel of trade for use in processed form <u>may</u> not exceed 25 cents per box.

1144 6. The following maximum <u>assessment for</u> tax rates, 1145 expressed in cents per box, shall apply to tangerines and citrus 1146 hybrids regulated by the department <u>that</u> of <u>Citrus which</u> enter 1147 the primary channel of trade for use in fresh form <u>may not</u> 1148 exceed 16 cents per box.÷

1149

1132 1133

 Previous
 1995 1996 1997 1998 1999-2000

 season
 1996
 1997
 1998
 1999
 and

 crop-size
 thereafter

 (millions of
 thereafter

### Page 44 of 114

FLORIDA HOUSE OF REPRESENTATIVE	F	L (	0	R		D	А		Н	0	U	S	Е	0	F	R		E	Р	R	Е	S	Е	Ν	Т	Α	Т		V	Е	S
---------------------------------	---	-----	---	---	--	---	---	--	---	---	---	---	---	---	---	---	--	---	---	---	---	---	---	---	---	---	---	--	---	---	---

ENROLLED CS/CS/HB 1237 2012 Legislature boxes) <del>13 and</del> greater  $\frac{12 - 12.99}{12}$ 11 - 11.9910 - 10.99<del>31</del> <del>31</del> <del>34</del> - 9.99 8 - 8.99 - 7.99 7\_ <del>Less than 7</del> <del>51</del> <del>56</del> However, effective July 1, 2011, the tax rate per box on tangerines and citrus hybrids regulated by the Department of Citrus which enter the primary channel of trade for use in fresh form may not exceed the tax rate per box in effect on May 1, 2011. (b) Whenever citrus fruit is purchased, acquired, or Page 45 of 114

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FLORIDA HOUSE OF REPRESENTA	ATIVES
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1170

1171

### 2012 Legislature

1167 handled on a weight basis, the following weights <u>are shall be</u> 1168 deemed the equivalent of one standard-packed box for <u>assessment</u> 1169 tax purposes under this section:

- 1. Grapefruit, 85 pounds.
  - 2. Oranges, 90 pounds.
- 1172 3. Tangerines, 95 pounds.
- 1173 4. Citrus hybrids, 90 pounds.

(c) The <u>assessments</u> excise taxes imposed by this section do not apply to citrus fruit used for noncommercial domestic consumption on the premises where produced.

(d) For purposes of this subsection, a citrus season begins on August 1 of a year and ends on July 31 of the following year.

1180 (e) The commission, upon an affirmative vote of a majority 1181 of its members and by an order entered by it before prior to 1182 November 1 of any year, may set the assessments tax rates up to 1183 the maximum rates specified in this subsection. The assessment 1184 tax rate shall apply only to the citrus season that which began 1185 on August 1 of the same calendar year. Such assessment tax rate may be applied by variety and on the basis of whether the fruit 1186 1187 enters the primary channel of trade for use in fresh or 1188 processed form. If the commission cannot agree on a box 1189 assessment tax rate, the assessment tax rate for the previous 1190 year shall remain in effect until the commission approves a new 1191 assessment rate.

(4) Every handler shall keep a complete and accurate record of all citrus fruit handled by her or him. Such record shall be in such form and contain such other information as the

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#### 2012 Legislature

department of Citrus shall by rule or regulation prescribe. Such records shall be preserved by such handlers for a period of 1 year and shall be offered for inspection at any time upon oral or written demand by the department of Citrus or its duly authorized agents or representatives.

1200 Every handler shall, at such times and in such manner (5) 1201 as the department of Citrus may by rule require, file with the 1202 department of Citrus a return certified as true and correct, on 1203 forms furnished by the department of Citrus, stating, in addition to other information, the number of standard-packed 1204 1205 boxes of each kind of citrus fruit handled by such handler in 1206 the primary channel of trade during the period of time covered 1207 by the return. Full payment of all assessments excise taxes due 1208 for the period reported shall accompany each handler's return.

1209 All assessments excise taxes levied and imposed (6)(a) 1210 pursuant to the provisions of this section are shall be due and 1211 payable and shall be paid, or the amount thereof guaranteed as 1212 hereinafter provided in this subsection, at the time the citrus 1213 fruit is first handled in the primary channels of trade. All 1214 such assessments taxes shall be paid, or the payment thereof 1215 shall be guaranteed, to the department of Citrus by the person 1216 first handling the fruit in the primary channel of trade, except 1217 that payment of assessments taxes on fruit delivered or sold for processing in this state shall be paid, or payment thereof shall 1218 1219 be guaranteed in accordance with department of Citrus rules, by 1220 the person processing such fruit.

(b) Periodic payment of <u>assessments</u> excise taxes upon citrus fruit by the person liable for such payment <u>is</u> <del>shall be</del> Page 47 of 114

#### 2012 Legislature

1223 permitted only in accordance with department of Citrus rules, + 1224 and the payment thereof shall be guaranteed by the posting of a 1225 good and sufficient letter of credit from an issuing financial 1226 institution located in the United States, a cash bond, an 1227 appropriate certificate of deposit, or an approved surety bond 1228 in an amount and manner as prescribed by department of Citrus 1229 rule. Evidence of such quarantee of payment of assessments must 1230 excise taxes shall be made on the grade certificate in such 1231 manner and form as may be prescribed by department of Citrus 1232 rule.

(c) All <u>assessments</u> taxes collected by the department of
Citrus shall be delivered to the State Treasury for payment into
the proper advertising fund.

(7) All <u>assessments</u> excise taxes levied and collected under the provisions of this chapter shall be paid into the State Treasury on or before the 15th day of each month.; Such moneys shall be accounted for in a special fund to be designated as the Florida Citrus Advertising Trust Fund, and all moneys in such fund are hereby appropriated to the department of Citrus for the following purposes:

(a) Four percent of all income of a revenue nature
deposited in this fund, including transfers from any subsidiary
accounts thereof and any interest income, shall be deposited in
the General Revenue Fund pursuant to chapter 215.

(b) Moneys in the Florida Citrus Advertising Trust Fund shall be expended for the activities authorized by s. 601.13 and for the cost of those general overhead, research and development, maintenance, salaries, professional fees,

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### 2012 Legislature

1251 enforcement costs, and other such expenses that which are not 1252 related to advertising, merchandising, public relations, trade 1253 luncheons, publicity, and other associated activities. The cost 1254 of general overhead, maintenance, salaries, professional fees, 1255 enforcement costs, and other such expenses that which are 1256 related to advertising, merchandising, public relations, trade 1257 luncheons, publicity, and associated activities shall be paid 1258 from the balance of the Florida Citrus Advertising Trust Fund.

1259 (C) Moneys in the Florida Citrus Advertising Trust Fund 1260 shall also be used by the department of Citrus for defraying 1261 those expenses not included in paragraph (b). After payment of 1262 such expenses, the money levied and collected under the 1263 provisions of subsection (3) shall be used exclusively for 1264 commodity and noncommodity advertising, merchandising, 1265 publicity, or sales promotion of citrus products in both fresh 1266 form and processed form, including citrus cattle feed and all 1267 other products of citrus fruits, produced in the state, in such 1268 equitable manner and proration as the department of Citrus may 1269 determine, but funds expended for commodity advertising 1270 thereunder shall be expended through an established advertising 1271 agency. A proration of moneys between commodity programs and 1272 noncommodity programs  $\tau$  and among types of citrus products  $\tau$  shall 1273 be made on or before November 1 of each shipping season and may 1274 not thereafter be modified for that shipping season unless the 1275 department finds such action necessary to preserve the economic 1276 welfare of the citrus industry.

(d) The pro rata portion of moneys allocated to each type of citrus product in noncommodity programs shall be used by the Page 49 of 114

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department to encourage substantial increases in the 1279 1280 effectiveness, frequency, and volume of noncommodity 1281 advertising, merchandising, publicity, and sales promotion of 1282 such citrus products through rebates and incentive payments to 1283 handlers and trade customers for these activities. The 1284 department shall of Citrus is authorized and directed to adopt 1285 rules providing for the use of such moneys. The rules shall 1286 establish alternate incentive programs, including at least one 1287 incentive program for product sold under advertised brands, one 1288 incentive program for product sold under private label brands, 1289 and one incentive program for product sold in bulk. For each 1290 incentive program, the rules shall establish eligibility and 1291 performance requirements and shall provide appropriate 1292 limitations on amounts payable to a handler or trade customer 1293 for a particular season. Such limitations may relate to the 1294 amount of citrus assessments excise taxes levied and collected 1295 on the citrus product handled by such handler or trade customer 1296 during a 12-month representative period. The department may 1297 require from participants in noncommodity advertising and 1298 promotional programs commercial information necessary to 1299 determine eligibility for and performance in such programs. Any 1300 information so required that which constitutes a "trade secret" 1301 as defined in s. 812.081 is confidential and exempt from the 1302 provisions of s. 119.07(1).

(8) (a) On certification by any employee of the department of Citrus that her or his actual and necessary expenses on any particular day while traveling outside the state exceeded the per diem provided by law, such employee shall show such excess

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#### 2012 Legislature

1307 on her or his regular expense voucher and support the same by 1308 the proof required pursuant to rules <u>adopted</u> and regulations to 1309 <u>be promulgated</u> by the department of <u>Citrus</u>.

(b) The department of Citrus is authorized to spend such
amount as it deems advisable for guests involved in promotional
activities in the sale of Florida citrus fruits and products.

(c) All obligations, expenses, and costs incurred under the provisions of this section shall be paid out of the Citrus Advertising Fund upon warrant of the Chief Financial Officer when vouchers thereof, approved by the department of Citrus, are exhibited.

1318 (9) (a) Any handler who fails to file a return or to pay 1319 any assessment tax within the time required shall thereby 1320 forfeit to the department of Citrus a penalty of 5 percent of 1321 the amount of assessment  $\frac{1}{2}$  determined to be due, + but the 1322 department of Citrus, if satisfied that the delay was excusable, 1323 may remit all or any part of such penalty. Such penalty shall be 1324 paid to the department of Citrus and disposed of as provided 1325 with respect to moneys derived from the assessments taxes levied and imposed by subsection (3). 1326

(b) The department of Citrus may collect any assessments
taxes levied and assessed by this chapter in any or all of the
following methods:

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1331

By the voluntary payment by the person liable therefor.
 By a suit at law.

3. By a suit in equity to enjoin and restrain any handler,
citrus fruit dealer, or other person owing such <u>assessments</u>
taxes from operating her or his business or engaging in business

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#### 2012 Legislature

as a citrus fruit dealer until the delinquent <u>assessments</u> taxes are paid. Such action may include an accounting to determine the amount of <u>assessments</u> taxes plus delinquencies due. In any such proceeding, it is not necessary to allege or prove that an adequate remedy at law does not exist.

1340 (10) The powers and duties of the department of Citrus 1341 include the following:

(a) To adopt and <u>periodically</u> from time to time alter,
rescind, modify, and amend all proper and necessary rules,
<del>regulations,</del> and orders for the exercise of its powers and the
performance of its duties under this chapter.

(b) To employ and at its pleasure discharge an advertising manager, agents, advertising agencies, and such clerical and other help as it deems necessary and to outline their powers and duties and fix their compensation.

1350 (c) To make in the name of the department of Citrus such
1351 advertising contracts and other agreements as may be necessary.

(d) To keep books, records, and accounts of all of its activities, which books, records, and accounts shall be open to inspection, audit, and examination by the Auditor General and the Office of Program Policy Analysis and Government Accountability.

(e) To purchase or authorize the purchase of all office equipment and supplies and to incur all other reasonable and necessary expenses and obligations in connection with and required for the proper <u>administration</u> <del>carrying out</del> of <del>the</del> <del>provisions of</del> this chapter.



(f) To conduct, and pay out of the Florida Citrus Page 52 of 114

#### 2012 Legislature

1363 Advertising Trust Fund, premium and prize promotions designed to 1364 increase the use of citrus in any form.

1365

(g) To advertise citrus cattle feed and promote its use.

(h) To conduct marketing activities in foreign countries
and other programs designed to develop and protect domestic and
international markets.

Section 19. Paragraphs (a), (b), and (d) of subsection (1), subsection (4), paragraph (a) of subsection (5), and subsections (8) through (11) of section 601.152, Florida Statutes, are amended to read:

1373

601.152 Special marketing orders.-

(1) (a) Whenever, upon its own motion or upon petition of any handler or producer or group or association of handlers or producers of citrus fruit, the commission, upon affirmative vote of seven nine of its members, determines:

1378 1. That the conduct of a special advertising and 1379 promotional marketing campaign or the conduct of market and 1380 product research and development, in addition to the advertising 1381 campaign being conducted pursuant to s. 601.15 and the research 1382 being conducted pursuant to the other provisions of the Florida 1383 Citrus Code, may substantially further increase the consumer 1384 acceptance and consumption of, and strengthen the market for, 1385 any type, variety, or form of citrus fruit or processed citrus 1386 product by further increasing the number of families buying such 1387 citrus fruit or such processed citrus product or by further 1388 increasing the quantity of such citrus fruit or processed citrus 1389 product purchased by buying families; and

1390

2. That such substantial further increase and

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1394

#### 2012 Legislature

1391 strengthening may be of substantial benefit to handlers thereof, 1392 producers thereof, and to the economy and well-being of the 1393 state<u>,</u>

1395 the commission shall direct that a proposed marketing order be 1396 formulated for a special marketing campaign of advertising and 1397 sales promotion, including, but not limited to, brand 1398 advertising rebate promotions or the conduct of market and 1399 product research and development for such type, variety, or form 1400 of citrus fruit or processed citrus product, and shall designate 1401 a public hearing to consider adoption and implementation of such 1402 proposed marketing order.

1403 (b) Notice of the time, place, and purpose of such public1404 hearing shall be:

1405 Mailed, at least not less than 10 days before prior to 1. 1406 such hearing, to each handler who, during the 12 months 1407 immediately before preceding such mailing, has first handled in 1408 the primary channel of trade in the state Florida the type, 1409 variety, and form of citrus fruit or citrus product specified in 1410 the proposed marketing order, and to each handler who the 1411 department of Citrus has good cause to believe will, during the 1412 period of time covered by the proposed marketing order, first handle in the primary channel of trade in the state Florida the 1413 type, variety, and form of citrus fruit or processed citrus 1414 1415 product specified in such proposed marketing order.

14162. Published in the Florida Administrative Weekly at least1417not less than10 daysbefore prior tosuch hearing.

1418

(d)

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Copies of the proposed marketing order shall be made

### 2012 Legislature

1419 available to the public at the offices of the department of 1420 Citrus at Lakeland at least 5 days before prior to such hearing 1421 and shall be in sufficient detail to apprise all persons having 1422 an interest therein of the approximate amount of moneys proposed 1423 to be expended; the assessments to be levied thereunder; and the 1424 general details of the proposed marketing order for a special 1425 marketing campaign of advertising or sales promotion or market 1426 or product research and development. Among the details so 1427 specified shall be the period of time during which the 1428 assessment imposed pursuant to subsection (8) will be levied 1429 upon the privilege so assessed, which period may not be greater 1430 than 2 years. The order may, however, provide that the 1431 expenditure of the funds received from the imposition of such assessments shall not be so confined  $_{\mathcal{T}}$  but may be expended during 1432 1433 such time or times as shall be specified in the proposed 1434 marketing order, which may be either during the shipping season 1435 immediately preceding the shipping seasons during which such 1436 assessments are imposed or during, or at any time subsequent to, 1437 the shipping seasons during which such assessments are imposed. This section does not Nothing herein shall be construed to 1438 1439 prevent the imposition of a subsequent marketing order either 1440 before, during, or after the expenditure of funds collected 1441 under <del>pursuant to</del> a previously imposed marketing order, provided 1442 the aggregate of the assessments imposed may not exceed the 1443 maximum permitted under subsection (8).

1444 (4) The department <u>may</u> of Citrus is authorized to 1445 prescribe such procedures as it deems necessary properly to 1446 conduct a referendum among handlers covered by the marketing

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### 2012 Legislature

1447 order to determine whether such marketing order has been so 1448 assented to.

(5) (a) Any marketing order adopted under pursuant to this 1449 1450 section and subsequently approved by referendum as provided in 1451 this section herein shall take effect become effective 15 days 1452 after referendum approval is officially determined by the 1453 commission. Chapter 120 does not apply to this section. Any such marketing order is shall be reviewable by any person adversely 1454 1455 affected, by certiorari to the district courts of appeal in the 1456 manner prescribed by the Florida Rules of Appellate Procedure. 1457 The venue of the proceeding for such review shall be the 1458 appellate district that which includes the county in which the hearings were conducted or, if the venue cannot be thus 1459 1460 determined, the appellate district in which wherein the 1461 department's Department of Citrus executive offices are located.

1462 (8) (a) Each person who, during the period of time specified in any marketing order implemented under pursuant to 1463 1464 this section, first handles in the primary channel of trade in 1465 the state Florida any citrus fruit or processed citrus product 1466 of the type, variety, and form specified in such marketing order shall, for the privilege of so handling such citrus fruit or 1467 1468 such citrus product, pay to the department of Citrus such 1469 assessments as are levied and imposed thereon by such marketing 1470 order, which funds shall be used by the department of Citrus to 1471 defray the necessary expenses incurred in the formation, 1472 issuance, administration, and enforcement of such marketing 1473 order and in the conduct of the special marketing campaign or 1474 market and product research and development provided for in such Page 56 of 114

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1475 marketing order. However, such assessments levied and imposed 1476 <u>under this section may pursuant hereto shall be at a rate not to</u> 1477 exceed 8 cents per standard-packed box on citrus fruits in fresh 1478 form, 1.3 cents per gallon on single strength citrus juices or 1479 sections, or 1.3 cents per pound of soluble citrus solids on 1480 concentrated citrus juices.

(b) The department of Citrus shall prescribe procedures for the assessment and collection of such funds to defray the necessary expenses incurred, or expected to be incurred, by the department of Citrus in the formation, issuance, administration, and enforcement of any marketing order implemented <u>under</u> pursuant to the provisions of this section.

1487 Every handler shall, at such times as the department (C) 1488 may require, file with the department of Citrus a return, not 1489 under oath, on forms to be prescribed and furnished by the 1490 department of Citrus, certified as true and correct, stating the 1491 quantity of the type, variety, and form of citrus fruit or 1492 citrus product specified in the marketing order first handled in 1493 the primary channels of trade in the state Florida by such 1494 handler during the period of time specified in the marketing 1495 order. Such returns shall contain any further information deemed 1496 by the department of Citrus to be reasonably necessary to 1497 properly administer or enforce the provisions of this section or any marketing order implemented under this section hereunder. 1498 Information that, if disclosed, would reveal a trade secret, as 1499 1500 defined in s. 812.081, of any person subject to a marketing 1501 order is confidential and exempt from the provisions of s. 1502 119.07(1).

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### 2012 Legislature

(d) All assessments imposed under and pursuant to the
provisions of this section <u>are shall be</u> due and payable and
shall be paid by such handlers at such times and in such
installments as the commission <u>prescribes</u> shall prescribe in
such marketing order, or the amount thereof shall be provided
for and guaranteed by giving a surety bond or cash deposit or as
the department of Citrus may otherwise <u>prescribes</u> prescribe.

1510 (9) (a) All moneys collected by the department of Citrus 1511 under this section shall be set aside in the Florida Citrus 1512 Advertising Trust Fund as a special fund to be known as the 1513 "Citrus Special Marketing Order Fund." All moneys in such fund, 1514 after deducting the service charge provided in s. 601.15(7), are 1515 hereby appropriated to the department of Citrus for the actual 1516 expenses incurred by the department for of Citrus with respect to the formulation, issuance, administration, and enforcement of 1517 1518 any marketing order so implemented and in the conduct of the 1519 special marketing campaign or market and product research and 1520 development to be carried out pursuant to any such marketing 1521 order so implemented. Upon the completion of the special 1522 marketing campaign or market and product research and 1523 development provided for pursuant to any marketing order so 1524 implemented hereunder, any and all moneys remaining and not 1525 required by the department of Citrus to defray the expenses of such marketing order shall be deposited to and made a part of 1526 the Florida Citrus Advertising Trust Fund created by s. 601.15. 1527

(b) If the department of Citrus finds it necessary to do
so, the department it may transfer to the Citrus Special
Marketing Order Fund from any other portion of the Florida

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1531 Citrus Advertising Trust Fund, including the Emergency Reserve 1532 Fund and any other special or reserve fund, such sum of money as 1533 the department of Citrus determines is initially required to 1534 formulate, issue, administer, and enforce any such marketing 1535 order and conduct the special marketing campaign or market and 1536 product research and development to be carried out pursuant to 1537 such marketing order until moneys in the Citrus Special 1538 Marketing Order Fund derived from assessments imposed and 1539 collected pursuant to this section are sufficient for such 1540 purposes  $\tau$  and thereafter repay such advance out of the Citrus 1541 Special Marketing Order Fund.

1542 Any handler who fails to file a return or to pay (10) (a) 1543 any assessment within the time required shall thereby forfeit to 1544 the department of Citrus a penalty of 5 percent of the amount of 1545 assessment then due, + but the department of Citrus, upon good 1546 cause shown, may waive all or any part of such penalty. Such 1547 penalty shall be paid to the department of Citrus and disposed 1548 of as provided with respect to moneys derived from the 1549 assessments imposed under pursuant to this section.

(b) The department of Citrus may collect the assessments imposed <u>under</u> pursuant to this section <u>by any</u> in either or all of the following methods:

1553

1554

The voluntary payment by the handler liable therefor...
 By a suit at law...

1555 3. By a suit in equity to enjoin and restrain any handler 1556 owing such assessments from operating his or her business or 1557 engaging in business as a citrus fruit dealer until the 1558 delinquent assessments are paid. Such action may include an

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#### 2012 Legislature

1559 accounting to determine the amount of assessments plus 1560 delinquencies due. In any such proceeding, it shall not be 1561 necessary to allege or prove that an adequate remedy at law does 1562 not exist.

(11) This section shall be liberally construed to effectuate the purposes set forth and as additional and supplemental powers vested in the department of Citrus under the police power of this state.

1567 Section 20. Section 601.155, Florida Statutes, is amended 1568 to read:

1569 601.155 Equalizing <u>assessment</u> excise tax; credit; 1570 exemption.-

1571 The first person who exercises in this state the (1)1572 privilege of processing, reprocessing, blending, or mixing 1573 processed orange products or processed grapefruit products or 1574 the privilege of packaging or repackaging processed orange 1575 products or processed grapefruit products into retail or 1576 institutional size containers or, except as provided in 1577 subsection (9) or except if an assessment  $\frac{1}{2} + \frac{1}{2} + \frac{$ 1578 collected on the exercise of one of the foregoing privileges, 1579 the first person having title to or possession of any processed 1580 orange product or any processed grapefruit product who exercises 1581 the privilege in this state of storing such product or removing 1582 any portion of such product from the original container in which 1583 it arrived in this state for purposes other than official inspection or direct consumption by the consumer and not for 1584 1585 resale shall be assessed and shall pay an assessment excise tax 1586 upon the exercise of such privilege at the rate described in

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1587 subsection (2).

Upon the exercise of any privilege described in
subsection (1), the <u>assessment</u> excise tax levied by this section
shall be at the same rate per box of oranges or grapefruit
utilized in the initial production of the processed citrus
products so handled as that imposed, at the time of exercise of
the <u>assessable</u> taxable privilege, by s. 601.15 per box of
oranges.

(3) For the purposes of this section, the number of boxes of oranges or grapefruit utilized in the initial production of processed citrus products subject to the <u>assessable</u> taxable privilege shall be:

(a) The actual number of boxes so utilized, if known and
verified in accordance with department of Citrus rules; or

(b) An equivalent number established by department of Citrus rule which, on the basis of existing data, reasonably equates to the quantity of citrus contained in the product, when the actual number of boxes so utilized is not known or properly verified.

1606

(4) For purposes of this section:

(a) "Processed orange products" means products for human
consumption consisting of 20 percent or more single strength
equivalent orange juice; orange sections, segments, or edible
components; or whole peeled fruit.

(b) "Processed grapefruit products" means products for human consumption consisting of 20 percent or more single strength equivalent grapefruit juice; grapefruit sections, segments, or edible components; or whole peeled fruit.

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FLORIDA HOUSE OF REPRESENTATIVES	F	L	0	R		D	Α		Н	0	U	S	Е	0	F	R	Е	Ρ	R	Е	S	Е	Ν	Т	Α	Т		V	Е	S
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#### 2012 Legislature

1615 (c) "Original container" includes any vessel, tanker or 1616 tank car, or other transport vehicle.

1617 (d) "Retail or institutional container" means a container 1618 having a capacity of 10 gallons or less.

1619 (5)Products made in whole or in part from citrus fruit on 1620 which an equivalent assessment tax is levied pursuant to s. 1621 601.15 are exempt from the assessment tax imposed by this 1622 section. In the case of products made in part from citrus fruit 1623 exempt from the assessment tax imposed by this section, it shall 1624 be the burden of the persons liable for the assessment excise 1625 tax to show the department of Citrus, through competent 1626 evidence, proof of that part which is not subject to an 1627 assessable a taxable privilege.

1628 (6) Every person liable for the assessment excise tax 1629 imposed by this section shall keep a complete and accurate 1630 record of the receipt, storage, handling, exercise of any 1631 assessable taxable privilege under this section, and shipment of 1632 all products subject to the assessment tax imposed by this 1633 section. Such record shall be preserved for a period of 1 year 1634 and shall be offered for inspection upon oral or written request 1635 by the department of Citrus or its duly authorized agent.

1636 (7) Every person liable for the <u>assessment</u> excise tax
1637 imposed by this section shall, at such times and in such manner
1638 as the department of <u>Citrus</u> may by rule require, file with the
1639 department of <u>Citrus</u> a return, certified as true and correct, on
1640 forms to be prescribed and furnished by the department of
1641 Citrus, stating, in addition to other information reasonably
1642 required by the department of <u>Citrus</u>, the number of units of

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1643 processed orange or grapefruit products subject to this section 1644 upon which any <u>assessable</u> taxable privilege under this section 1645 was exercised during the period of time covered by the return. 1646 Full payment of <u>assessments</u> excise taxes due for the period 1647 reported shall accompany each return.

All assessments taxes levied and imposed by this 1648 (8) 1649 section shall be due and payable within 61 days after the first 1650 of the assessable taxable privileges is exercised in this state. 1651 Periodic payment of the assessments excise taxes imposed by this 1652 section by the person first exercising the assessable taxable 1653 privileges and liable for such payment shall be permitted only 1654 in accordance with department of Citrus rules, and the payment 1655 thereof shall be guaranteed by the posting of an appropriate certificate of deposit, approved surety bond, letter of credit 1656 from an issuing financial institution located in the United 1657 1658 States, or cash deposit in an amount and manner as prescribed by 1659 the department of Citrus.

1660 When any processed orange or grapefruit product is (9) 1661 stored or removed from its original container as provided in subsection (1), the equalizing assessment excise tax is levied 1662 1663 on such storage or removal, and such product is subsequently 1664 shipped out of the state in a vessel, tanker or tank car, or 1665 container having a capacity greater than 10 gallons, the person 1666 who is liable for the assessment tax shall be entitled to an assessment a tax refund, if such assessment tax has been paid, 1667 1668 or to an assessment a tax credit, provided she or he can provide 1669 satisfactory proof that such product has been shipped out of the state and that no privilege assessable taxable under subsection 1670

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### 2012 Legislature

1671 (1) other than storage or removal from the original container 1672 was exercised <u>before</u> prior to such shipment out of the state.

1673 Notwithstanding any other provision of law, the (10)1674 department of Citrus shall develop a process by which any person 1675 liable for the assessment excise tax imposed under this section may annually object to payment of the assessment tax. Any such 1676 1677 objection must be allowed without discretion as to the validity thereof, and that person shall be granted the immediate right to 1678 1679 elect not to pay two-thirds of the applicable assessment tax 1680 rate. The department of Citrus may not expend any of the 1681 remaining one-third of the applicable assessment tax rate on any 1682 advertising, marketing, or public relations activities to which any person liable for the assessment excise tax imposed under 1683 1684 this section objects; however, such funds may be used for 1685 research, administrative, and regulatory activities. Effective 1686 July 1, 2004, upon any necessary legislative appropriation of 1687 moneys due under the settlement agreement of Consolidated Case 1688 No. 2002-CA-4686 in the Circuit Court of the Tenth Judicial 1689 Circuit in Polk County, the plaintiffs shall agree to the 1690 dismissal of their claim under the foreign commerce clause with 1691 prejudice.

(11) All <u>assessments</u> excise taxes levied and collected
under the provisions of this section, including penalties, shall
be paid into the State Treasury to be made a part of the Florida
Citrus Advertising Trust Fund in the same manner, for the same
purposes, and in the same proportions as set forth in s.
601.15(7). Any person failing to file a return or pay any
assessment within the time required shall thereby forfeit to the

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1699 department of Citrus a penalty of 5 percent of the amount of 1700 assessment then due<u>,</u> but the department of Citrus, on good 1701 cause shown, may waive all or any part of such penalty.

(12) This section shall be liberally construed to effectuate the purposes set forth and as additional and supplemental powers vested in the department of Citrus under the police power of this state.

1706 Section 21. Section 601.24, Florida Statutes, is amended 1707 to read:

1708 601.24 Department of Citrus to prescribe methods of 1709 testing and grading.-The department of Citrus shall adopt rules 1710 providing by rule or regulation provide the manner and method to be used in drawing samples and the quantity to be used in 1711 1712 testing and grading of citrus fruit and the canned and 1713 concentrated products thereof and shall provide specifications 1714 and methods for use of juice extractors to be used in extracting 1715 juice for such tests and grading purposes.

1716 Section 22. Section 601.25, Florida Statutes, is amended 1717 to read:

601.25 Determination of soluble solids and acid.-The 1718 1719 department of Citrus by rule or regulation shall adopt rules determining determine the method by which juice is tested for 1720 1721 percentage of total soluble solids, the method by which juice is 1722 tested for acidity, and the method for testing fruit for juice 1723 content. Until such time as the department determines of Citrus may see fit to determine such method by rule or regulation, the 1724 1725 Brix hydrometer shall be used and the reading of the hydrometer corrected for temperature shall be considered as the percent of 1726

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1727 the total soluble solids, + and anhydrous citric acid shall be 1728 determined by titration of the juice using standard alkali and 1729 phenolphthalein as indicator, the total acidity being calculated 1730 as anhydrous citric acid.

1731 Section 23. Subsections (5) and (7) of section 601.28, 1732 Florida Statutes, are amended to read:

1733

601.28 Inspection fees.-

The Department of Agriculture may shall have the power 1734 (5)1735 to adopt rules providing for the imposition of special fees for 1736 inspections conducted during hours not contemplated by regular 1737 state work hours. The Such rules shall prescribe circumstances 1738 under which the fees levied pursuant to paragraphs (1)(a) and 1739 (b) would not apply and the fees imposed pursuant to such rules 1740 would apply. The rules shall require provide that such said fees shall be levied when specifically actuated by contract between 1741 1742 the Department of Agriculture and persons liable for the fees created by this subsection. The rules may shall not authorize 1743 1744 allow fees that exceed to be charged which are in excess of the 1745 Department of Agriculture's department's actual cost of the 1746 inspection to be made, nor may shall such fees be less than 1747 those imposed by paragraphs (1) (a) and (b).

(7) The duties of the Department of Agriculture and Consumer Services shall include the duty to conduct hearings, through a hearing officer who shall be an attorney authorized to practice law within this state, on violations of this section and rules <u>adopted</u> promulgated thereunder. <u>The</u> Said hearing officer shall be selected by the Commissioner of Agriculture and shall be in addition to her or his regular legal staff

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authorized by law. <u>The Said hearing officer shall</u>, in addition to conducting such hearings, be available to the Division of Fruit and Vegetables for other legal services on matters pertaining to violations of this chapter and rules <u>adopted</u> <del>promulgated</del> thereunder.

1760 Section 24. Section 601.31, Florida Statutes, is amended 1761 to read:

1762 601.31 Citrus inspectors; employment.-The Department of 1763 Agriculture may in each year employ as many citrus fruit 1764 inspectors for such period or periods, not exceeding 1 year, as 1765 the said Department of Agriculture shall deem necessary for the 1766 effective enforcement of the citrus fruit laws of this state. 1767 All persons authorized to inspect and certify to the maturity 1768 and grade of citrus fruit shall be governed in the discharge of 1769 their duties as such inspectors by the provisions of law and by 1770 the rules adopted and regulations prescribed by the Department 1771 of Citrus and the Department of Agriculture and shall perform 1772 their duties under the direction and supervision of the 1773 Department of Agriculture. All citrus inspectors appointed for 1774 the enforcement of this chapter shall be persons who are duly 1775 licensed or certified by the United States Department of 1776 Agriculture as citrus fruit inspectors.

1777 Section 25. Section 601.32, Florida Statutes, is amended 1778 to read:

1779 601.32 Compensation of inspectors.—The salaries of the 1780 chief citrus inspector, the chief laboratory inspector, the 1781 district supervising inspectors, the junior and senior 1782 inspectors, and all other necessary inspectors shall be in the

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#### 2012 Legislature

1783 amount as determined and fixed by the Department of Agriculture, 1784 and, in addition thereto, each such inspector  $\frac{1}{2}$  of said inspectors 1785 shall be reimbursed for travel expenses as provided in s. 1786 112.061, which shall be paid upon approval of accounts therefor 1787 by the Department of Agriculture. The Department of Agriculture 1788 may employ such additional field and other agents and clerical 1789 assistance at such times and for such periods and incur and pay 1790 any other expenses, including travel expenses, as provided in s. 1791 112.061, of the Department of Agriculture during the citrus 1792 fruit season, as may be necessary for the effective enforcement 1793 of the citrus fruit laws of this state and of the rules 1794 regulations of the Department of Citrus and ensure assure the 1795 payments of the inspection fees imposed or that may be imposed 1796 under the authority of law.

1797 Section 26. Section 601.33, Florida Statutes, is amended 1798 to read:

1799 601.33 Interference with inspectors.-A It is unlawful for 1800 any person may not to obstruct, hinder, resist, interfere with, 1801 or attempt to obstruct, hinder, resist, or interfere with any authorized inspector in the discharge of any duty imposed upon 1802 1803 or required of her or him by the provisions of law or by any 1804 rule adopted or regulation prescribed by the Department of 1805 Citrus or the Department of Agriculture, or to change or attempt to change any instrument, substance, article, or fluid used by 1806 1807 such inspector or emergency inspector in making tests of citrus 1808 fruit or the canned or concentrated products thereof.

1809 Section 27. Section 601.34, Florida Statutes, is amended 1810 to read:

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#### 2012 Legislature

1811 Duties of law enforcement officers.-Each state or 601.34 1812 county law enforcement officer shall make arrests for violations 1813 of the citrus fruit laws of this state or of any rule $_{\mathcal{T}}$ 1814 regulation, or order of promulgated by the commission or the Department of Agriculture and Consumer Services under authority 1815 1816 of law when notified of such violation by the Department of 1817 Agriculture or its duly authorized agent or representative. 1818 Section 28. Section 601.35, Florida Statutes, is amended 1819 to read: 1820 601.35 Disputes as to quality, etc.; procedure.-When any 1821 dispute as to quality, grade, or condition of citrus fruit or 1822 the canned or concentrated products thereof arises, the shipper 1823 or any financially interested person may call in at his, her, or 1824 its expense an inspector licensed or certified only by the 1825 United States Department of Agriculture to inspect such citrus 1826 fruit or its canned or concentrated products. Such inspector shall issue a regular official certificate to the applicant 1827 1828 showing the quality, grade, and condition thereof, and  $\tau$  in all cases, such certificate shall be prima facie evidence. If such 1829 1830 certificate shows that the citrus fruit or the canned or 1831 concentrated products thereof conforms therein-mentioned and 1832 described to conform to the requirements provisions of this chapter and the rules, regulations, or orders of the Department 1833 1834 of Citrus and of the Department of Agriculture, such shipper or 1835 such financially interested person may present the original 1836 certificate to the person or representative of the person having 1837 charge of the vehicle of transportation by which such citrus fruit or the canned or concentrated products thereof are is to 1838 Page 69 of 114

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be transported, which person or representative shall then accept such citrus fruit or the canned or concentrated products thereof for shipment provided that all other provisions of this chapter and of the rules, regulations, and orders of the Department of Citrus and of the Department of Agriculture have been met and complied with.

1845 Section 29. Section 601.37, Florida Statutes, is amended 1846 to read:

1847 601.37 Unlawful acts of inspectors. - An It is unlawful for any authorized inspector may not to make or deliver a 1848 1849 certificate of inspection and maturity and quality of any citrus 1850 fruit or the canned or concentrated products thereof upon which 1851 the inspection fees and advertising assessments taxes have not 1852 been paid or the payment thereof guaranteed, or to make or issue 1853 any false certificate as to inspection, maturity, quality, or 1854 payment of inspection fees.

1855 Section 30. Section 601.38, Florida Statutes, is amended 1856 to read:

1857 601.38 Citrus inspectors; authority.-For the purpose of enforcing the provisions of the citrus fruit laws of this state, 1858 1859 as well as rules the regulations of the department of Citrus, 1860 citrus fruit inspectors may enter into any packinghouse, or canning plant, or concentrating plant at any hour of day or 1861 1862 night and have and demand access and admission to any enclosed 1863 portion of such said packinghouse, canning plant, or 1864 concentrating plant. Such Said citrus fruit inspectors may also inspect all packinghouse or canning plant records pertaining to 1865 1866 receipts from groves and to details of receiving, handling,

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#### 2012 Legislature

1867 running, processing, packing, or canning citrus fruit.

1868 Section 31. Section 601.40, Florida Statutes, is amended 1869 to read:

1870 601.40 Registration of citrus packinghouses, processing 1871 plants with Department of Agriculture.-The owner, manager, or 1872 operator of each packinghouse, canning plant, or concentrating 1873 plant, at which it is intended to pack, can, concentrate, or 1874 prepare citrus fruit for market or transportation during the 1875 then-present or the next ensuing citrus fruit shipping season $_{\mathcal{T}}$ 1876 shall register such packinghouse, canning plant, or 1877 concentrating plant and its location, shipping point, and post 1878 office with the Department of Agriculture at least not less than 10 days before packing, canning, concentrating, or otherwise 1879 1880 preparing any citrus fruit or the canned or concentrated 1881 products thereof for sale or transportation in or at such 1882 packinghouse, canning plant, or concentrating plant, + and she or 1883 he shall, in addition to such registration, give the said 1884 Department of Agriculture at least not less than 7 days' written 1885 notice of the date on which packing, canning, concentrating, or other preparation for sale or transportation of citrus fruit of 1886 1887 the then-current or the next ensuing season's crop will begin be 1888 begun. The Department of Agriculture shall issue a certificate 1889 of registration to each such packinghouse, canning plant, or concentrating plant registering.; provided, However, that no 1890 such certificate of registration may not shall be issued to any 1891 1892 packinghouse, canning plant, or concentrating plant unless the 1893 operator thereof has shall have first applied for and received 1894 her or his license as a citrus fruit dealer and furnished a bond Page 71 of 114

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1895 as such citrus fruit dealer in accordance with law.

1896 Section 32. Section 601.43, Florida Statutes, is amended 1897 to read:

Immature and unfit citrus fruit; individual 1898 601.43 1899 sampling.-Any oranges, grapefruit, and tangerines, not 1900 conforming to the minimum maturity requirements set forth in 1901 this chapter and any citrus hybrids not conforming to the 1902 minimum maturity requirements set forth in department rules are 1903 of Citrus regulations shall be deemed and held to be immature 1904 and unfit for human consumption. In the testing of fruit to 1905 determine whether the same conforms to such requirements, any 1906 inspector has shall have the right and authority to test the 1907 individual fruit in any given sample of fruit drawn in the 1908 number and by the manner as prescribed by regulations of the 1909 department rules of Citrus. If, upon the testing of the juice of 1910 said individual fruit in any sample, more than 10 percent of 1911 such said individual fruit shall fail by more than one-half 1912 percentage point to meet the minimum ratio of total soluble 1913 solids to anhydrous citric acid that which is required for such 1914 fruit, then all of the fruit in the lot from which the said 1915 sample was drawn is shall be deemed and shall be held to be 1916 immature and unfit for human consumption.

1917 Section 33. Section 601.44, Florida Statutes, is amended 1918 to read:

1919 601.44 Destruction of immature fruit.—All citrus fruit or 1920 processed citrus products prepared for sale or transportation, 1921 <u>that are which is</u> being prepared for such purpose, or <u>that have</u> 1922 which has been or <u>are is</u> being delivered for sale or

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### 2012 Legislature

transportation that may be found immature or otherwise unfit for 1923 human consumption upon inspection and testing shall be seized 1924 1925 and destroyed by a citrus fruit inspector or the sheriff of the 1926 county where found as may be provided by regulations prescribed 1927 by the department rules of Citrus. Such Said determination of 1928 immaturity or unfitness for human consumption may be made by a 1929 citrus fruit inspector at any place where such citrus fruit may 1930 be found after severance from the tree, and such seizure and 1931 destruction may likewise occur at any such place. However, in 1932 the event of seizure of citrus fruit upon the grounds that such 1933 citrus fruit fails to show a break in color required by this 1934 chapter or department rules of Citrus regulations for that 1935 particular variety of citrus fruit, the owner or person in 1936 charge of such citrus fruit shall be allowed to separate and 1937 retain for subsequent use, in accordance with the provisions of 1938 this chapter or department rules of Citrus regulations, that portion of such citrus fruit which shows a break in color 1939 required by this chapter or department rules of Citrus 1940 1941 regulations for that particular variety, and - in such case, only 1942 that portion thereof which fails to show a break in color for 1943 such variety, as required by this chapter or department rules of 1944 Citrus regulations, shall be destroyed by a citrus fruit 1945 inspector or the sheriff of the county, as may be prescribed by regulations of the department rules of Citrus. 1946 Section 34. Section 601.45, Florida Statutes, is amended 1947 1948 to read: 1949 601.45 Grading of fresh citrus fruit.-

1950

001.45 Grading of fresh ciclus fluit.-

(1) All citrus fruit, except as provided in s. 601.50,

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1951 sold or shipped, or offered for sale or shipment, for 1952 consumption in fresh form shall be graded in a registered 1953 packinghouse in this state according to standards established by 1954 the department of Citrus, and the grade of such fruit shall be 1955 indicated as hereinafter provided in this section.

1956 Fresh citrus fruit being transported in bulk form (2)1957 shall have stamped upon such fruit, subject to department rules:

1958

(a) The actual grade thereof; or

1959 Brands or trademarks properly registered with the (b) 1960 department to represent state or U.S. grades, as provided in subsection (4). 1961

1962 For fresh citrus fruit being transported when packed (3)1963 in a closed container approved or otherwise authorized by the 1964 department of Citrus, it shall be sufficient if the closed 1965 container has the grade indicated thereon, in accordance with 1966 department rules, by:

1967

Stamping the grade of the fruit on the container; or (a) 1968 Use of labels, brands, or trademarks properly (b) 1969 registered with the department to represent state or U.S. 1970 grades, as provided in subsection (4).

1971 In accordance with such rules as the department of (4) 1972 Citrus may prescribe, licensed citrus fruit dealers in this 1973 state are shall be entitled to register labels, brands, or 1974 trademarks for grade identification purposes. The department shall maintain a record of all labels, brands, or trademarks 1975 1976 registered for grade identification purposes, which record may 1977 be purged as necessary.

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1978 Section 35. Subsection (1) of section 601.46, Florida 1979 Statutes, is amended to read:

1980

601.46 Condition precedent to sale of citrus fruit.-

1981 It is unlawful, except as provided in s. 601.50, for (1)1982 any person to sell or offer for sale, to transport, prepare, 1983 receive, or deliver for transportation or market any citrus 1984 fruit in fresh form unless such fruit has matured in accordance 1985 with the maturity standards and is accompanied by a certificate 1986 of inspection and maturity thereof issued by a duly authorized 1987 citrus fruit inspector of the Department of Agriculture and 1988 Consumer Services. However, the Department of Citrus may adopt 1989 rules providing by regulation provide that, in lieu of the 1990 accompaniment of such shipment by a certificate of inspection 1991 and maturity, the fact of such inspection may be shown by 1992 appropriate means on the manifest or bill of lading covering 1993 such shipment.

1994 Section 36. Section 601.49, Florida Statutes, is amended 1995 to read:

1996 601.49 Condition precedent to selling processed citrus 1997 products.-A It is unlawful for any person, except as provided in 1998 s. 601.50, may not to sell or offer for sale, to transport, 1999 receive, or deliver for transportation  $\tau$  or market any canned or 2000 concentrated products of citrus fruits unless such products have 2001 the same has been inspected and are is accompanied by a 2002 certificate of inspection issued by a duly authorized inspector of the Department of Agriculture., provided, However, that the 2003 Department of Citrus shall by regulation provide that in lieu of 2004 2005 the accompaniment of such shipment by a certificate of

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#### 2012 Legislature

2006 inspection, <u>proof</u> the fact of such inspection may be shown, 2007 <u>pursuant to rules adopted by the Department of Citrus</u>, by 2008 appropriate means on the manifest or bill of lading covering 2009 such shipment.

2010 Section 37. Section 601.50, Florida Statutes, is amended 2011 to read:

2012 601.50 Exemptions; sale or shipment of citrus or citrus 2013 products for certain purposes.-

2014 (1) Notwithstanding Irrespective of the provisions of ss. 601.45, 601.46, 601.48, 601.49, 601.51, and 601.52, the 2015 2016 department may adopt of Citrus under such precautionary rules 2017 that and regulations as it deems may deem expedient to may 2018 permit the sale or shipment of citrus fruit or the canned or 2019 concentrated products thereof without the issuance of and filing 2020 of an inspection certificate and without the grade being shown 2021 on the container thereof, of:

2022 (a) (1) Intrastate shipments of fresh citrus fruit for 2023 consumption or use within the state. $\div$ 

2024 <u>(b)</u> <del>(2)</del> Shipments to be used for charitable or unemployment 2025 relief purposes.+

2026 <u>(c) (3)</u> Shipments to the United States Government or any of 2027 its agencies and interstate shipments to any packinghouse, 2028 canning plant, or concentrate plant for commercial processing, 2029 as may be defined by the department, of Citrus; or to fresh 2030 fruit juice distributors outside the state.;

2031 (d) (4) Shipments by any method of transportation by "gift 2032 fruit shippers," as defined by the department of Citrus, but 2033 such shipments shall not be for the purpose of resale by the

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2034 consignee thereof.; but, provided

2035 (2) However that, any no such rule adopted under this section may not or regulation issued hereunder shall permit or 2036 2037 allow the sale or shipment of citrus fruit deemed by this 2038 section to be immature and unfit for human consumption or nor of 2039 canned or concentrated products thereof prepared or made from 2040 citrus fruit deemed by this law to be immature and unfit for human consumption. In addition; but, provided further, that 2041 2042 shipments under paragraphs (1) (a) and (d) must subsections (1) 2043 and (4) shall meet such minimum grade standards as may 2044 periodically, from time to time, be established by the 2045 department, of Citrus; and, provided further that such rules 2046 must and regulations shall provide for the due collection of any 2047 advertising assessments taxes and inspection fees that may be 2048 due thereon. 2049 Section 38. Section 601.501, Florida Statutes, is amended 2050 to read:

2051 601.501 Charitable shipments <u>exempt from assessments</u> tax-2052 <u>exempt.</u>—Shipments of citrus fruit when permitted under s. 601.50 2053 for charitable purposes <u>are shall be</u> exempt from all advertising 2054 <u>assessments</u> taxes.

2055 Section 39. Section 601.51, Florida Statutes, is amended 2056 to read:

2057 601.51 Certification required for shipment of citrus fruit 2058 or products.-

2059 <u>(1) A person, including a No</u> common carrier or other 2060 carrier, may not: or person, 2061 (a) Except as provided in s. 601.50, shall accept for

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2062 shipment, ship, or transport any citrus fruit or the canned or 2063 concentrated products thereof until a grade certificate is 2064 issued showing the grade thereof, which certificate or a 2065 duplicate thereof <u>must shall</u> be filed with the carrier at the 2066 point of shipment., nor shall any common carrier or other 2067 carrier or person

2068 Accept for shipment or ship any citrus fruit or the (b) 2069 canned or concentrated products thereof where written notice has been given to such person, common carrier, or other carrier or 2070 2071 person, or her or his representative or agent, by the Department 2072 of Agriculture or its authorized agent, employee, or inspector 2073 that such said citrus fruit or the canned or concentrated 2074 products thereof do does not comply with the provisions of law 2075 or the rules adopted and regulations promulgated by the 2076 Department of Citrus or the Department of Agriculture.+

2077 (2) (a) A <del>provided that the</del> shipper or handler of such 2078 citrus fruit or the canned or concentrated products thereof has 2079 shall have the privilege of repacking or remarking, and that, if 2080 or when such citrus fruit or the canned or concentrated products 2081 thereof are the same shall have been repacked or remarked to 2082 conform to the provisions of law or said rules, regulations, or 2083 orders of promulgated by the Department of Citrus or the 2084 Department of Agriculture, the Department of Agriculture or its 2085 authorized inspector or agent shall notify such person, said common carrier, or other carrier or person, or her or his agent, 2086 that such citrus fruit or the canned or concentrated products 2087 2088 thereof may be accepted for shipment, and such shipper or 2089 handler is shall not be considered as having violated this

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2090 chapter or <u>such</u> said rules, regulations, or orders., but
2091 provided further that this section shall be deemed to have been
2092 complied with

2093 (b) If <u>a</u> the shipper <u>conforms</u> shall have conformed to <u>the</u> 2094 <u>rules adopted</u> regulations issued by the Department of Citrus 2095 under the provisions of s. 601.49, the shipper is deemed to have 2096 complied with this section.

2097 Section 40. Section 601.52, Florida Statutes, is amended 2098 to read:

2099 601.52 Carriers not to accept fruit without unless same 2100 bears evidence of payment of assessments and fees excise taxes.-A No common carrier or other carrier or person, except as 2101 provided in s. 601.50, may not shall accept for shipment, ship, 2102 2103 or transport any citrus fruit or processed citrus products 2104 unless the grade certificate, manifest, or bill of lading 2105 covering such said citrus fruit or processed citrus products 2106 bears evidence of the payment, as provided by law, of the taxes, 2107 assessments  $\tau$  and fees imposed by this chapter.

2108 Section 41. Subsection (1) of section 601.54, Florida 2109 Statutes, is amended to read:

2110 601.54 Seizure of unwholesome fruit by Department of 2111 Agriculture's agents.-

(1) The Department of Agriculture or its duly authorized inspectors shall seize and destroy all citrus fruit found by <u>the</u> said Department of Agriculture or inspectors to be unwholesome or decomposed so that it is unfit for canning or concentrating purposes as defined by law or by any <u>rule adopted by</u> <del>regulation</del> <del>of</del> the Department of Citrus <u>under pursuant to authority given in</u>

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2118 this chapter, and, in the event any inspector finds shall find 2119 that any canner or concentrator is canning or concentrating 2120 fruit prohibited to be used, she or he may seize and destroy not 2121 only such fresh fruit found in the canning or concentrating 2122 plant but also citrus fruit or juice in the process of being 2123 canned or concentrated or that which has been canned or 2124 concentrated from the same lot or shipment wherein the fresh 2125 fruit is found by such said inspector to be subject to seizure 2126 under the provisions of this section.

2127 Section 42. Subsection (3) of section 601.55, Florida 2128 Statutes, is amended to read:

2129

601.55 Citrus fruit dealer; license required.-

(3) An applicant <u>is shall be</u> limited to the filing of one application for each citrus shipping season, which application may be amended if necessary to comply with the requirements of this chapter and <del>regulations of the</del> department <u>rules</u> <del>of Citrus</del>.

2134 Section 43. Section 601.56, Florida Statutes, is amended 2135 to read:

2136 601.56 Application for dealers' licenses; requirements.-2137 Any person desiring to engage in the business of <u>a</u> citrus fruit 2138 dealer in the state <u>must apply</u> <del>shall make application</del> to the 2139 department <del>of Citrus</del> for a license. The department <del>of Citrus</del> 2140 shall <u>adopt rules prescribing</u> <del>by regulation prescribe</del> the 2141 information to be contained in such application.

(1) All such applications, in addition to other information <u>that</u> which may be prescribed by the department of <del>Citrus</del>, must contain the following information:

2145

(a) Name and address of the individual, firm, partnership,

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2146 association, corporation, or other business unit applying for a
2147 license.;

(b) Names and addresses of the principal stockholders, officers, partners, or other individuals belonging to or connected with the applicant if the applicant for a license is a firm, partnership, association, corporation, or other business unit, whether it be for profit or otherwise.;

(c) The length of time the applicant has been engaged in the citrus fruit business in <u>the state</u> <del>Florida</del> in any manner whatsoever<u>.</u>;

(d) A statement of delinquent accounts, if any, growing out of the ordinary course of business with producers., if any there be;

(e) A financial statement of the applicant, if required by the department <del>of Citrus</del>, showing such information as the department <del>of Citrus</del> may prescribe regarding the financial conditions of the applicant.;

2163 (f) Whether or not the applicant or any of its officers, 2164 directors, or stockholders have previously been licensed as a 2165 citrus fruit dealer, or connected with a licensed citrus fruit 2166 dealer in the state and, if so, the date all such licenses were 2167 obtained.; and

(g) The number of boxes of citrus fruit, measured in terms of standard-packed boxes, <u>that</u> which the applicant intends to deal with during the current or ensuing shipping season.

2171 (2) If the applicant is an individual and is shown to be a 2172 nonresident of the state, or is a copartnership and each member 2173 is shown to be a nonresident of the state, in either event, the

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2174 said applicant shall designate some bona fide resident of the 2175 state as such applicant's resident agent upon whom process may 2176 be served. The service of process of any of the courts of this 2177 state upon such resident agent shall be as effectual and binding 2178 upon <u>such said</u> applicant as if personally served upon <u>such said</u> 2179 applicant.

(3) If the applicant is a corporation, then such corporation must be one organized and existing under the laws of this state or having an unrevoked permit authorizing it to transact business in this state.

2184 When a license application is submitted for a person (4) or business entity that which has an unpaid balance due and 2185 2186 owing the department of Citrus for any citrus assessments excise 2187 taxes or delinquency fees levied and imposed under the authority 2188 of this chapter, the applicant shall be notified immediately by 2189 the department,  $\div$  and such application may shall not be further 2190 processed or presented to the commission for action until such 2191 assessments taxes and fees are paid in full. However, any 2192 applicant whose assessments taxes are under review by the 2193 department of Citrus or are contested in the appropriate 2194 administrative agency or court shall not have its application 2195 denied solely on the basis of owed assessments  $\frac{taxes}{tax}$  or fees, 2196 until the matter is determined by the department, agency, or 2197 court.

2198 Section 44. Subsections (1), (6), and (7) of section 2199 601.57, Florida Statutes, are amended to read:

2200 601.57 Examination of application; approval of dealers' 2201 licenses.-

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2202 The department of Citrus shall, within a reasonable (1)2203 time, examine the application and consider the information 2204 submitted therewith, including the applicant's financial 2205 statement and the reputation of the applicant as shown by 2206 applicant's past and current history and activities, including 2207 applicant's method and manner of doing business. The department 2208 of Citrus shall also consider the past history of any applicant, 2209 either individually or in connection with any individual, 2210 copartnership, corporation, association, or other business unit 2211 with whom any applicant has shall have been connected in any 2212 capacity, and may in proper cases impute to any individual, 2213 corporation, copartnership, association, or other business unit liability for any wrong or unlawful act previously done or 2214 2215 performed by such individual, corporation, copartnership, association, or other business unit. 2216

(6) The department of Citrus shall designate not more than three employees directly involved in the processing of citrus fruit dealer license applications, who shall be a part of, and shall have access to, the criminal justice information system described in chapter 943, for purposes of investigating license applicants.

(7) The department <u>may adopt rules establishing</u> of Citrus is authorized to establish by rule the procedure and guidelines for granting interim conditional staff approval for issuance of a conditional citrus fruit dealer's license, which license shall at all times be subject to final approval or other action by the commission at its next regular meeting. Any license so issued shall clearly and conspicuously indicate thereon the conditional

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2230 nature of the approval and pendency of final action.

2231 Section 45. Subsection (1) of section 601.58, Florida 2232 Statutes, is amended to read:

601.58 Application approval or disapproval.-

(1) Each citrus fruit dealer's license application that which is approved, or approved subject to conditions, shall be forwarded immediately to the Department of Agriculture and Consumer Services, which shall, upon satisfaction of the stated conditions, if any are endorsed thereon, issue to the applicant an appropriate license as prescribed in s. 601.60.

2240 Section 46. Section 601.60, Florida Statutes, is amended 2241 to read:

2242

2233

601.60 Issuance of dealers' licenses.-

2243 (1) Whenever an application bears the approved endorsement 2244 of the Department of Citrus and satisfactions of conditions of 2245 approval, if any, and the applicant has paid the prescribed fee, 2246 the Department of Agriculture and Consumer Services shall issue 2247 to such applicant a license, as approved by the Department of 2248 Citrus, which shall entitle the licensee to do business as a 2249 citrus fruit dealer during the effective term of such license in 2250 accordance with s. 601.55 or, if applicable, until such license 2251 is may be suspended or revoked by the Department of Agriculture 2252 and Consumer Services in accordance with the provisions of law. 2253 The Department of Agriculture and Consumer Services may issue a 2254 provisional license for a period of no longer than 1 year to an 2255 applicant who is under investigation for an action that would 2256 constitute a violation of this chapter or has pending against 2257 such applicant an administrative or civil proceeding that which

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alleges an action that would constitute a violation of this chapter. The department shall establish by rule requirements for renewal of a provisional license. When the investigation is complete or the pending proceeding has been disposed of, the Department <u>of Agriculture</u> may issue a regular license under this section.

2264 (2)If, during the effective term of such license, there 2265 is any change in the ownership, officers, managership, or 2266 stockholders of any copartnership, association, corporation, or other business unit to which a license has been issued, the 2267 2268 licensee shall immediately notify the Department of Citrus in 2269 writing specifying the change in detail. The Department of 2270 Citrus may shall be entitled to receive, and the licensee must 2271 shall be required to promptly furnish, such additional 2272 information as if the licensee were applying for a new license. 2273 If, after investigating the facts and applying the standards 2274 prescribed for the issuance of new licenses, the commission 2275 finds that the licensee is not entitled to a citrus fruit 2276 dealer's license, the commission shall recommend to the Department of Agriculture and Consumer Services that such 2277 2278 existing license be suspended or revoked, and  $\tau$  upon such 2279 recommendation, the Department of Agriculture and Consumer 2280 Services shall immediately take necessary steps to suspend or 2281 revoke such existing license.

2282 Section 47. Section 601.601, Florida Statutes, is amended 2283 to read:

2284 601.601 Registration of dealers' agents.—<u>Each</u> <del>Every</del> 2285 licensed citrus fruit dealer shall:

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2286 Register with the Department of Agriculture each and (1)2287 every agent, as defined in s.  $601.03 \cdot (2)_r$  who is authorized to 2288 represent such dealer; apply make application for registration 2289 of such agent or agents on a form approved by the Department of 2290 Agriculture and filed with the Department of Agriculture at 2291 least not less than 5 days before prior to the active 2292 participation of the agent or agents on behalf of such dealer in 2293 any transaction described in s. 601.03(2); and be held fully 2294 liable for and legally bound by all contracts and agreements, 2295 verbal or written, involving the consignment, purchase, or sale of citrus fruit executed by a duly registered agent on the 2296 2297 dealer's behalf during the entire period of valid registration 2298 of such agent the same as though such contracts or agreements 2299 were executed by the dealer. Registration of each agent shall be 2300 for the entire shipping season for which the applying dealer's 2301 license is issued; however, a licensed dealer may cancel the 2302 registration of any agent registered by her or him by returning 2303 the agent's identification card to the Department of Agriculture 2304 and giving formal written notice to the Department of 2305 Agriculture of at least not less than 10 days. In addition, such 2306 dealer shall make every effort to alert the public to the fact 2307 that the agent is no longer authorized to represent her or him. 2308 An agent may be registered by more than one licensed dealer for 2309 the same shipping season, provided that each licensed dealer applies shall apply individually for registration of the agent 2310 2311 and further provided that written consent is given by each and 2312 every dealer under whose license the agent has valid prior 2313 registration.

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FLORIDA HOUSE OF REPRESENTATIVES	F	L	0	R		D	А	H	-	0	U	S	Е	0	F	R	Е	Р	R	Е	S	Е	Ν	Т	Α	Т		V	Е	S
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2314	(2) When the above requirements of subsection (1) and such
2315	additional requirements <del>as may be</del> set forth by <u>rules</u> <del>regulations</del>
2316	adopted by the Department of Citrus for registration of an agent
2317	<u>are</u> have been met and the fee required by s. 601.59(2) is has
2318	<del>been</del> paid, the Department of Agriculture shall duly register the
2319	agent and issue an identification card certifying such
2320	registration. The identification card, among other things, shall
2321	show in a prominent manner:
2322	(a) The name and address of the agent. $\dot{\cdot}$
2323	(b) The authorizing dealer's name, address, and license
2324	number <u>.</u> +
2325	(c) The effective date and season for which registration
2326	is made.+
2327	(d)1. A space for signature of the agent. $\dot{\cdot}$
2328	2. A space to be countersigned by the licensed dealer. $\div$
2329	3. A statement providing that the card is not valid unless
2330	so signed and countersigned.
2331	
2332	The department <del>of Citrus</del> may <u>periodically</u> , from time to time,
2333	adopt, as necessary, additional requirements or conditions
2334	relating to the registration of agents as may be necessary.
2335	Section 48. Section 601.61, Florida Statutes, is amended
2336	to read:
2337	601.61 Bond requirements of citrus fruit dealers
2338	(1) (a) Except as hereinafter provided in this section,
2339	before prior to the approval of a citrus fruit dealer's license,
2340	the applicant <del>therefor</del> must deliver to the Department of
2341	Agriculture and Consumer Services a good and sufficient cash
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2342 bond, an appropriate certificate of deposit, or a surety bond 2343 executed by the applicant as principal and by a surety company 2344 qualified to do business in this state as surety, in an amount 2345 as determined by the Department of Citrus pursuant to rules 2346 adopted by the department. The rules shall allow the department 2347 to consider any of following factors for determining the amount 2348 of such bonds or certificates of deposit amount of such bond or 2349 certificate of deposit shall be determined by taking into 2350 consideration any one or more of the following: the number of 2351 standard packed boxes of citrus fruit, or the equivalent 2352 thereof, that which the applicant intends to handle during the 2353 term of the license as set forth in the application; the total 2354 volume of fruit handled by the dealer the previous season; the 2355 highest month's volume handled the previous season; the 2356 anticipated increase in the total citrus crop during the season 2357 for which the application for license is made; or and other 2358 relevant factors based on the following schedule: 2359 (a) \$1,000 up to 2,000 boxes; 2360 (b) \$2,000 up to 5,000 boxes; 2361 (c) \$3,750 up to 7,500 boxes; 2362 (d) \$5,000 up to 10,000 boxes; 2363 \$10,000 up to 20,000 boxes; (e)2364 \$1,000 for each additional 20,000 boxes or fraction <del>(f)</del> 2365 thereof in excess of 20,000 boxes, with a maximum bond of 2366 \$100,000. 2367 (b) If a citrus fruit dealer during the term of her or his 2368 license finds that she or he has handled, or can reasonably 2369 expect to handle, a volume of fruit greater than that covered by

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2370 a posted bond or certificate of deposit, the dealer has shall have the affirmative duty to of immediately notify notifying the 2371 2372 Department of Agriculture and Consumer Services and initiate a 2373 review by the Department of Citrus to determine any initiating 2374 an increase required in the amount of such bond or certificate 2375 of deposit to comply with the department's rules for determining 2376 the an amount of such bonds or certificates of deposit that will 2377 meet the requirements set forth above.

2378 (2) Such Said bond shall be in the form approved by the Department of Agriculture and Consumer Services and shall be 2379 2380 conditioned as provided in s. 601.66(9); - and also to fully 2381 comply with the terms and conditions of all contracts, verbal or 2382 written, made by the citrus fruit dealer with producers or with 2383 other citrus fruit dealers, relative to the purchasing, 2384 handling, sale, and accounting of purchases and sales of citrus 2385 fruit; - and upon the dealer's dealer accounting for the proceeds 2386 from, and paying for, any citrus fruit purchased or contracted 2387 for  $\tau$  in accordance with the terms of the contracts with producers; , and upon the dealer's dealer accounting for any 2388 2389 advance payments or deposits made, and delivering all citrus 2390 fruit contracted for, in accordance with the terms of the 2391 contracts with other citrus fruit dealers. The commission may 2392 prescribe by rule that such a producer contract contain 2393 information that it considers necessary to protect the producer 2394 from deceptive practices. For purposes of this chapter, every 2395 such contract shall be conclusively deemed to have been made and 2396 entered into during the shipping season in which the delivery of 2397 fruit into the primary channel of trade is made.

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2398 (3)Such Said bond shall be to the Department of 2399 Agriculture, for the use and benefit of every producer and of 2400 every citrus fruit dealer with whom the dealer deals in the 2401 purchase, handling, sale, and accounting of purchases and sales 2402 of citrus fruit. The aggregate accumulative liability under any 2403 bond may shall not exceed the amount of the bond named therein. 2404 Such Said bond shall provide that the surety company executing 2405 the bond is thereon shall not be liable to any citrus fruit 2406 dealer claiming to be injured or damaged by such the said dealer 2407 if the aggregate of the amounts found to be due to producers 2408 pursuant to the provisions of this chapter equals or exceeds the 2409 amount of the bond, unless such citrus fruit dealer is also a 2410 producer and is acting in the capacity of a producer and not in 2411 the capacity of a citrus fruit dealer in the transaction wherein 2412 she or he claims to have been injured or damaged by applicant; 2413 however, but if the aggregate of such amounts is less than the 2414 amount of the bond, then the surety may be held liable to such 2415 citrus fruit dealers, but not in excess of the sum by which the 2416 amount of the bond exceeds the aggregate of the amounts found to 2417 be due to producers pursuant to the provisions of this chapter.

2418 The Department of Citrus or the Department of (4) 2419 Agriculture, or any officer or employee designated by the 2420 Department of Citrus or the Department of Agriculture, is 2421 authorized shall have the right to inspect such accounts and 2422 records of any citrus fruit dealer as may be deemed necessary to 2423 determine whether a bond that which has been delivered to the 2424 Department of Agriculture is in the amount required by this 2425 section or whether a previously licensed nonbonded dealer should

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2426 be required to furnish bond. If any such citrus fruit dealer 2427 refuses to permit such inspection, the Department of Agriculture 2428 may publish the facts and circumstances and by order suspend the 2429 license of the offender until permission to make such inspection 2430 is given. Upon a finding by the Department of Agriculture that any citrus fruit dealer has dealt or probably will deal with 2431 2432 more fruit during the season than shown by the application, the 2433 Department of Agriculture may order such bond increased to such 2434 an amount as will meet the requirements as set forth in the 2435 rules adopted by the Department of Citrus for determining the 2436 amount bond schedule of such bonds subsection (1). Upon failure 2437 to file such increased bond within the time fixed by the 2438 Department of Agriculture, the Department of Agriculture may 2439 publish the facts and circumstances and by order suspend the 2440 license of such citrus fruit dealer until such the said bond is 2441 increased as ordered.

2442 (5) (a) The following citrus fruit, subject to such rules 2443 as may be prescribed by the Department of Citrus, <u>is shall</u> not 2444 be considered as fruit with which the applicant intends to deal 2445 for the purpose of determining the amount of the bond required 2446 under subsection (1): $\div$ 

2447

1. Citrus fruit that which the applicant produces.

2448 2. Citrus fruit <u>that</u> which is handled for its members by a 2449 cooperative marketing association organized and existing under 2450 the provisions of either chapter 618 or chapter 619.

3. Fresh citrus fruit handled by the applicant <u>that</u>, which
has been prepared and packaged by a registered packinghouse
other than the applicant and has been inspected and certified

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2454 for shipment.

2455 4. Citrus fruit handled by the applicant from citrus 2456 groves for which <u>the</u> applicant provides complete grove 2457 management services under direct contract with the owner or 2458 producer.

5. Citrus fruit handled by a corporate or partnership 2459 2460 applicant that is from citrus groves owned by officers or 2461 stockholders of the corporation or from citrus groves owned by 2462 the partnership, the parent corporation, or a wholly owned 2463 subsidiary corporation or its corporate officers or 2464 stockholders, or any partner of a partnership, if; provided that 2465 appropriate waivers of right to any claim against the bond 2466 required to be posted by this section are be attached to and 2467 made a part of the license application for license.

2468 6. Processed citrus fruit handled by the applicant <u>that</u>
2469 which has been processed and packaged by a registered citrus
2470 processing plant other than the applicant and has been inspected
2471 and certified for shipment.

(b) If the applicant does not intend to deal with any citrus fruit other than that <u>described in paragraph (a)</u> which comes within the foregoing classifications, the Department of Agriculture and Consumer Services shall issue a license without the posting of a bond. Such a license shall bear a descriptive statement to the effect that the licensee is not a bonded citrus fruit dealer.

(c) A claim against any citrus fruit dealer's bond
required to be posted by this section shall not be accepted with
respect to any damages in connection with fruit handled under

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2482 the provisions of subparagraphs (a)1.-6. of paragraph (a) if 2483 such claim is filed against the bond of the dealer who was 2484 granted bond exempt status for <u>such</u> said fruit.

2485 (6) If any of the provisions of this act shall be held to 2486 be unconstitutional or invalid for any reason by any court of 2487 competent jurisdiction or if such court shall find or declare 2488 that no applicant shall be required to furnish the bond required 2489 by this act, then and in that event this entire act shall be ineffective for any and all purposes and the laws in effect on 2490 2491 July 31, 1965, which are amended by this act, shall not be 2492 deemed to be amended or repealed by this act but shall instead 2493 remain in full force and effect it being the intention of the 2494 Legislature that in such event this entire act shall be 2495 ineffective for any and all purposes and the laws in effect on 2496 July 31, 1965, which are amended or repealed by this act shall 2497 instead not be deemed to be amended or repealed by this act but shall remain in full force and effect. 2498

2499 Section 49. Subsection (7) of section 601.64, Florida 2500 Statutes, is amended to read:

2501 601.64 Citrus fruit dealers; unlawful acts.—It is unlawful 2502 in, or in connection with, any transaction relative to the 2503 purchase, handling, sale, and accounting of sales of citrus 2504 fruit:

(7) For any citrus fruit dealer to violate or aid or abet in the violation of any rule <u>adopted</u> or regulation duly <del>promulgated</del> by the department <del>of Citrus</del>.

2508 Section 50. Subsections (1), (6), (7), and (8) of section 2509 601.66, Florida Statutes, are amended to read:

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2510 601.66 Complaints of violations by citrus fruit dealers; 2511 procedure; bond distribution; court action on bond.-

2512 Any person may complain of any violation of any of the (1)2513 provisions of this chapter by any citrus fruit dealer during any 2514 shipping season  $\tau$  by filing of a written complaint with the 2515 Department of Agriculture and Consumer Services at any time 2516 before prior to May 1 of the year immediately after following 2517 the end of such shipping season. Such Said complaint shall 2518 briefly state the facts, and the Department of Agriculture and 2519 Consumer Services shall thereupon, if the facts alleged prima 2520 facie warrant such action, forward true copies of such said 2521 complaint to the dealer in question and also to the surety 2522 company on the dealer's bond. The dealer at such time shall be 2523 called upon, within a reasonable time to be prescribed by the 2524 Department of Agriculture and Consumer Services, either to 2525 satisfy the complaint or to answer the complaint in writing, 2526 either admitting or denying the liability.

2527 Upon failure by a dealer to comply with an order of (6) 2528 the Department of Agriculture and Consumer Services directing 2529 payment, the Department of Agriculture and Consumer Services 2530 shall call upon the surety company to pay over to the Department of Agriculture and Consumer Services, out of the bond 2531 2532 theretofore posted by the surety for such dealer, the amount of 2533 damages sustained but not exceeding the amount of the bond. The proceeds to the Department of Agriculture and Consumer Services 2534 by the surety company shall, in the discretion of the Department 2535 2536 of Agriculture and Consumer Services, be either paid to the 2537 original complainant or held by the Department of Agriculture Page 94 of 114

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2538 and Consumer Services for later disbursement, depending upon the time during the shipping season when the complaint was made, 2539 2540 when liability was admitted by the dealer, when the proceeds 2541 were so paid by the surety company to the Department of 2542 Agriculture and Consumer Services, the amount of other claims 2543 then pending against the same dealer, the amount of other claims 2544 already adjudicated against the dealer, and such other pertinent 2545 facts as the Department of Agriculture and Consumer Services in 2546 its discretion may consider material. The Department of 2547 Agriculture and Consumer Services, if it decides to pay the 2548 proceeds to the original complainant, may has authority to order 2549 an increase in the original bond of the dealer to such higher 2550 sum as to the Department of Agriculture and Consumer Services 2551 would be justified under all the circumstances so as to protect 2552 other possible claimants and to exercise all powers otherwise 2553 confided to it under this chapter to enforce the posting of such 2554 increased bond. The Department of Agriculture and Consumer 2555 Services also, in its discretion as the facts and circumstances 2556 might appear to it, may hold the amount of such proceeds until 2557 such later time, up to the time when all claims have been filed 2558 during the allotted period after the closing of the shipping 2559 season and such claims adjudicated, and may then disburse the 2560 total proceeds in its possession paid over to it by the surety company on the dealer's bond as such claims were adjudicated to 2561 2562 the various claimants, paying first to the producers the amount of their claims in full, if such proceeds are sufficient for 2563 such purpose, and if not, then in pro rata shares to such 2564 2565 producer claimants. The balance of any; and if there then exist

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additional proceeds in the hands of the Department of Agriculture and Consumer Services, after all claims of producers have been paid in full, the balance of such proceeds shall be paid to claimants who are citrus fruit dealers, either in whole or in pro rata portion, as the aggregate of their claims may bear to the amount of such additional proceeds.

2572 (7)Upon failure of a surety company to comply with a 2573 demand for payment of the proceeds of a citrus fruit dealer's 2574 bond pursuant to administrative orders entered by the Department 2575 of Agriculture fixing amounts due claimants, the Department of 2576 Agriculture shall within a reasonable time file in the Circuit 2577 Court in and for Polk County, an original petition or complaint 2578 setting forth the administrative proceedings before the 2579 Department of Agriculture and ask for final order of the court 2580 directing the surety company to pay the proceeds of the said 2581 bond to the Department of Agriculture for distribution to the 2582 claimants.

2583 In any court proceeding filed under subsection (7), (8) 2584 the findings of facts and orders of the Department of 2585 Agriculture shall be prima facie evidence of the facts therein 2586 stated, and if in such suit the Department of Agriculture is 2587 successful and the court affirms the Department of Agriculture's 2588 department's demand for payment from the surety company, the 2589 Department of Agriculture shall be allowed all court costs 2590 incurred therein and also a reasonable attorney fees attorney's 2591 fee to be fixed and collected as a part of the costs of the 2592 suit.

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2593 Section 51. Section 601.67, Florida Statutes, is amended 2594 to read:

2595 601.67 Disciplinary action by Department of Agriculture 2596 and Consumer Services against citrus fruit dealers.-

(1) The Department of Agriculture and Consumer Services may impose a fine not exceeding \$50,000 per violation against any licensed citrus fruit dealer for violation of any provision of this chapter and, in lieu of, or in addition to, such fine, may revoke or suspend the license of any such dealer when it has been satisfactorily shown that such dealer, in her or his activities as a citrus fruit dealer, has:

2604 (a) Obtained a license by means of fraud, 2605 misrepresentation, or concealment;

(b) Violated or aided or abetted in the violation of any law of this state governing or applicable to citrus fruit dealers or any lawful rules of the Department of Citrus;

(c) Been guilty of a crime against the laws of this or any other state or government involving moral turpitude or dishonest dealing, or has become legally incompetent to contract or be contracted with;

2613 Made, printed, published, distributed, or caused, (d) 2614 authorized, or knowingly permitted the making, printing, 2615 publication, or distribution of false statements, descriptions, 2616 or promises of such a character as to reasonably induce any 2617 person to act to her or his damage or injury, if such citrus 2618 fruit dealer then knew, or  $\tau$  by the exercise of reasonable care 2619 and inquiry $_{\mathcal{T}}$  could have known, of the falsity of such 2620 statements, descriptions, or promises;

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(e) Knowingly committed or been a party to any material fraud, misrepresentation, concealment, conspiracy, collusion, trick, scheme, or device whereby any other person lawfully relying upon the word, representation, or conduct of the citrus fruit dealer has acted to her or his injury or damage;

(f) Committed any act or conduct of the same or different character of that hereinabove enumerated which constitutes fraudulent or dishonest dealing; or

(g) Violated any of the provisions of ss. 506.19-506.28,both sections inclusive.

2631 The Department of Agriculture may impose a fine not (2)2632 exceeding \$100,000 per violation against any person who operates 2633 as a citrus fruit dealer without a current citrus fruit dealer 2634 license issued by the Department of Agriculture pursuant to s. 601.60. In addition, the Department of Agriculture may order 2635 2636 such person to cease and desist operating as a citrus fruit 2637 dealer without a license. An administrative order entered by the 2638 Department of Agriculture under this subsection may be enforced 2639 pursuant to s. 601.73.

(3) The Department <u>of Agriculture</u> shall impose a fine of not less than \$10,000 nor more than \$100,000 per violation against any licensed citrus fruit dealer and shall suspend, for 60 days during the first available period between September 1 and May 31, the license of any citrus fruit dealer who:

(a) Falsely labels or otherwise misrepresents that a fresh citrus fruit was grown in a specific production area specified in s. 601.091; or

2648

(b)

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Knowingly, falsely labels or otherwise misrepresents

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2649 that a processed citrus fruit product was prepared solely with 2650 citrus fruit grown in a specific production area specified in s. 2651 601.091.

(4) Any fine imposed pursuant to subsection (1),
subsection (2), or subsection (3), when paid, shall be deposited
by the Department of Agriculture and Consumer Services into its
General Inspection Trust Fund.

2656 Whenever any administrative order has been made and (5)2657 entered by the Department of Agriculture that and Consumer 2658 Services which imposes a fine pursuant to this section, such 2659 order shall specify a time limit for payment of the fine, not 2660 exceeding 15 days. The failure of the dealer involved to pay the 2661 fine within that time shall result in the immediate suspension 2662 of such citrus fruit dealer's current license, or any 2663 subsequently issued license, until such time as the order has 2664 been fully satisfied. Any order suspending a citrus fruit 2665 dealer's license shall include a provision that such suspension 2666 shall be for a specified period of time not to exceed 60 days, 2667 and such period of suspension may commence at any designated 2668 date within the current license period or subsequent license 2669 period. Whenever an order has been entered that which suspends a 2670 citrus fruit dealer's license for a definite period of time and 2671 that license, by law, expires during the period of suspension, 2672 the suspension order shall continue automatically and shall be 2673 effective against any subsequent citrus fruit dealer's license 2674 issued to such dealer until such time as the entire period of 2675 suspension has elapsed. Whenever any such administrative order 2676 of the Department of Agriculture and Consumer Services is sought

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to be reviewed by the offending dealer involved in a court of 2677 2678 competent jurisdiction, if such court proceedings should finally 2679 terminate in such administrative order being upheld or not 2680 quashed, such order shall thereupon, upon the filing with the 2681 Department of Agriculture and Consumer Services of a certified copy of the mandate or other order of the last court having to 2682 2683 do with the matter in the judicial process, become immediately 2684 effective and shall then be carried out and enforced 2685 notwithstanding such time will be during a new and subsequent 2686 shipping season from that during which the administrative order 2687 was first originally entered by the Department of Agriculture 2688 and Consumer Services. 2689 Section 52. Subsection (9) of section 601.69, Florida 2690 Statutes, is amended to read: 2691 601.69 Records to be kept by citrus fruit dealers.-Every 2692 citrus fruit dealer shall make and keep a correct record showing 2693 in detail the following with reference to the purchase, 2694 handling, sale, and accounting of sale of citrus fruit handled 2695 by her or him, namely:

(9) Any other record or account required to be kept and maintained by such dealer by rule <u>adopted by</u> <del>or regulation of</del> the department <del>of Citrus duly promulgated</del>.

2699 Section 53. Section 601.70, Florida Statutes, is amended 2700 to read:

2701 601.70 Inspection of records by Department of Agriculture
 2702 and Consumer Services.—The Department of Agriculture and
 2703 Consumer Services, or its duly authorized agents, shall have the
 2704 right to inspect all accounts, records, and memoranda of any

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2705 citrus fruit dealer required to be kept <u>under</u> <del>pursuant to the</del> 2706 provisions of this chapter. If any such citrus fruit dealer 2707 refuses to permit such inspection, the Department <u>of Agriculture</u> 2708 may publish the facts and circumstances and by order suspend the 2709 license of the offender until permission to make such inspection 2710 is given.

2711 Section 54. Subsection (1) of section 601.701, Florida 2712 Statutes, is amended to read:

2713

601.701 Penalty for failure to keep records.-

(1) It <u>is shall be</u> unlawful to fail to keep any records
required to be kept under the provisions of the Florida Citrus
Code of 1949, or any amendments thereto, or required to be kept
by any other law or by any <u>rule adopted by</u> authorized regulation
of the Department of Agriculture or the Department of Citrus, or
to falsify or cause the falsification of any such records or to
keep false records.

2721 Section 55. Paragraph (a) of subsection (1) and subsection 2722 (2) of section 601.731, Florida Statutes, are amended to read:

2723 601.731 Transporting citrus on highways; name and dealer 2724 designation on vehicles; load identification; penalty.-

(1) (a) It is unlawful to operate any truck, tractor, trailer, or other motor vehicle hauling citrus fruit in bulk or in unclosed containers for commercial purposes on the highways of this state unless such truck, tractor, trailer, or other motor vehicle is:

Designated by a number assigned or permitted for use in
 the way and manner and to the extent prescribed by regulation of
 the department rule of Citrus.

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2733 2. Identified by lettering plainly showing the name of the 2734 person owning same, or the name of any lessee or other person 2735 operating same. The lettering shall not be less than 3 inches in 2736 height on both sides of the vehicle or on the front end and the 2737 rear end of the vehicle, except that lettering on flatbed 2738 semitrailers shall not be less than 1 1/2 inches in height on 2739 the rear end of the trailer.

2740 Any person driving any truck, tractor, trailer, or (2)2741 other motor vehicle hauling citrus fruit in bulk or in unclosed 2742 containers for commercial purposes on the highways of the state 2743 must shall have on her or his person while when driving such 2744 vehicle a certificate or other paper showing the approximate 2745 amount of fruit being hauled; the name of the owner and the 2746 grove or other origin of such fruit; the number painted or 2747 affixed by decal, as well as the number of the motor vehicle 2748 license tag, on the vehicle in which such fruit is being hauled; 2749 and such other information and data as may be prescribed by 2750 regulation of the department rule of Citrus, and it is unlawful 2751 to drive any such vehicle on the highways of this state without 2752 having such certificate or other paper. The failure of any such 2753 person to have such certificate or other paper on her or his 2754 person while when driving such vehicle, as aforesaid, is prima 2755 facie evidence of intent to violate and of the violation of this 2756 section act.

2757 Section 56. Section 601.74, Florida Statutes, is amended 2758 to read:

2759601.74Adoption of rules; fees for licensing and analysis2760of processing materials.—The Department of Agriculture and

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2761 Consumer Services may adopt rules and set fees with respect to 2762 the licensing and analysis of materials and composition used on 2763 or in the packing of citrus fruits. Such rules may include fees 2764 for permitting dyes and coloring matter. Fees shall be not less 2765 than the amount of \$30 nor more than \$100 for each manufacturer applying making application to the Department of Agriculture. 2766 2767 All such license fees collected under this section hereunder 2768 shall be paid monthly by the Department of Agriculture and 2769 Consumer Services into the State Treasury to the credit of the 2770 General Inspection Trust Fund and shall be appropriated and made 2771 available for defraying the expenses incurred in the 2772 administration of this law.

2773 Section 57. Section 601.75, Florida Statutes, is amended 2774 to read:

2775 601.75 Dyes and coloring matter for citrus fruit to be 2776 certified prior to use.—The Department of Agriculture and 2777 Consumer Services may adopt rules with respect to the permitting 2778 and certification of dyes and coloring matter for citrus fruit 2779 prior to use on any citrus fruit.

2780 Section 58. Section 601.76, Florida Statutes, is amended 2781 to read:

2782 601.76 Manufacturer to furnish formula and other
2783 information.—The Department of Agriculture and Consumer Services
2784 may adopt rules with respect to requirements for information
2785 that which must be furnished by manufacturers of coloring matter
2786 for use on citrus fruit. Such information may include product
2787 formulas. Any formula required to be filed with the Department
2788 of Agriculture and Consumer Services shall be deemed a trade

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2789 secret as defined in s. 812.081, is confidential and exempt from 2790 the provisions of s. 119.07(1), and shall only be divulged to 2791 the Department of Agriculture and Consumer Services or to its 2792 duly authorized representatives or upon orders of a court of 2793 competent jurisdiction when necessary in the enforcement of this 2794 law. A person who receives such a formula from the Department of 2795 Agriculture under this section shall maintain the confidentiality of the formula. 2796

2797 Section 59. Section 601.77, Florida Statutes, is amended 2798 to read:

2799 601.77 Subsequent analysis of coloring matter; inspection 2800 of packinghouses for application.—The Department of Agriculture 2801 and Consumer Services may, by rule, provide for subsequent 2802 analysis of coloring matter, for inspection of packinghouses or 2803 other places where coloring matter is applied to citrus fruit, 2804 and for grounds for revocation of a license to use coloring 2805 matter on fruit.

2806 Section 60. Section 601.78, Florida Statutes, is amended 2807 to read:

2808 601.78 Manufacturer to post bond.—The Department of 2809 Agriculture and Consumer Services may, by rule, require cash or 2810 surety bonds to be posted by manufacturers of coloring matter 2811 used on citrus fruit. The Department of Agriculture and Consumer 2812 Services shall adopt rules prescribing the amount and form of 2813 such bonds and the grounds and procedures for forfeiture of 2814 same. The amount of the bond <u>may shall</u> not exceed \$5,000.

2815 Section 61. Section 601.80, Florida Statutes, is amended 2816 to read:

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2817 601.80 Unlawful to use uncertified coloring matter.—It is 2818 unlawful for any person to use on oranges or citrus hybrids any 2819 coloring matter which has not first received the approval of the 2820 Department of Agriculture and Consumer Services as provided by 2821 rule adopted under <del>pursuant to</del> s. 601.76.

2822 Section 62. Section 601.85, Florida Statutes, is amended 2823 to read:

2824 601.85 Standard shipping box for fresh fruit.-The 2825 specifications for the standard legal shipping box, when crate, 2826 or container to be used as a unit of trade or for reporting 2827 purposes, in shipping fresh citrus fruits shall be as 2828 established by the department, of Citrus; but provided that the 2829 unit of a standard-packed box, commonly called 1 3/5 bushels, 2830 shall contain an inside cubical measurement of 3,456 cubic 2831 inches.

2832 Section 63. Section 601.86, Florida Statutes, is amended 2833 to read:

2834 601.86 Standard field boxes for fresh citrus fruit.-The 2835 standard field box or its equivalent, when used as a unit of 2836 trade or for reporting purposes, All field boxes used in the 2837 purchase, sale, or handling of citrus fruit from or for the 2838 grower by a citrus fruit dealer in the state shall be of the uniform standard size of 31 1/2 inches long, 13 inches high, and 2839 12 inches wide, inside measurements, and shall be divided into 2840 two compartments by a center partition of at least three-fourths 2841 2842 inch thickness,+ and each of these compartments thus created 2843 shall have a cubical capacity that does of not to exceed 2,400 2844 cubic inches.

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2845 Section 64. Subsection (3) of section 601.91, Florida 2846 Statutes, is amended to read:

2847 601.91 Unlawful to sell, transport, prepare, receive, or 2848 deliver freeze-damaged citrus.-

2849 The manner and method of drawing samples and (3)2850 conducting tests under this section shall be prescribed by rules 2851 and regulations of the Department of Citrus. The inspection in 2852 the state of all citrus fruits seriously damaged by freezing and 2853 the enforcement of this section and of rules, regulations, and 2854 orders of made by the department of Citrus pursuant to and under 2855 authority of this section shall be under the direction, 2856 supervision, and control of the Department of Agriculture and its duly authorized agents and inspectors who are qualified 2857 under existing laws to inspect for grade and maturity, $\div$  and all 2858 2859 citrus fruits that may be found to be seriously damaged by 2860 freezing, as defined by s. 601.89, upon inspection and testing 2861 shall be seized and may be confiscated and destroyed under the 2862 supervision of the citrus fruit inspector at the expense of the 2863 owner unless previous disposition is made by the owner or other 2864 person who offered the same for inspection, all the provisions 2865 of this section being subject to such reasonable rules and 2866 regulations as may be adopted promulgated by the Department of 2867 Citrus.

2868 Section 65. Section 601.9901, Florida Statutes, is amended 2869 to read:

2870601.9901Certificates of inspection; form.-All2871certificates of inspection prescribed by this chapter shall be2872of such number, form, size, and character as the department of

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2873 Citrus may by rule and regulation prescribe and shall be used in 2874 such manner as to identify the fruit or the canned or 2875 concentrated products thereof to which they relate.

2876 Section 66. Section 601.9902, Florida Statutes, is amended 2877 to read:

2878 Payment of salaries and expenses; Department of 601.9902 2879 Citrus.-All salaries, costs, and expenses incurred by the 2880 department of Citrus in the administration and the enforcement 2881 of this chapter and in the performance of the department's its 2882 duties and the exercise of its powers under the laws of this 2883 state shall be proratably paid from the moneys derived from the 2884 citrus advertising assessments taxes imposed on the various types of citrus fruit in such proportion as the department of 2885 2886 Citrus may find each respective type is affected by such 2887 expenditures.

2888 Section 67. Section 601.9903, Florida Statutes, is amended 2889 to read:

2890 601.9903 Annual report of Department of Citrus.-The 2891 department of Citrus shall <u>submit</u> make an annual report to the 2892 Governor <u>concerning</u> upon the work of the department of Citrus. 2893 <u>The department It</u> shall also <u>submit</u> make such special reports 2894 <u>concerning</u> upon any phase of the <u>department's</u> work of the 2895 <u>Department of Citrus</u> as may be <u>requested</u> <del>called for</del> by the 2896 Governor or the Legislature or either house thereof.

2897 Section 68. Section 601.99035, Florida Statutes, is 2898 amended to read:

2899601.99035Annual travel report of Department of Citrus.-2900The department of Citrus shall, at the end of each fiscal year,

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2901 publish an annual travel report that states, for each <u>department</u> 2902 staff member of the Department of Citrus and each <u>commission</u> 2903 member of the Florida Citrus Commission who has traveled during 2904 that year, the name of the person, the person's position title, 2905 the date on which a claim for reimbursement was submitted, the 2906 dates of travel, the destinations, the purpose of the travel, 2907 and all expenditures that resulted from the travel.

2908 Section 69. Section 601.99036, Florida Statutes, is 2909 amended to read:

2910 601.99036 Approval of specified salary changes.—Any change 2911 in the <u>annual</u> salary of an employee of the department <u>who earns</u> 2912 of Citrus which is at or above \$100,000 <u>or more</u> annually must be 2913 approved by <u>a majority</u> the full membership of the Florida Citrus 2914 commission at the meeting of the commission in July 2003, or at 2915 the first subsequent meeting, and before <u>the</u> any subsequent 2916 salary adjustment is made.

2917 Section 70. Section 601.9904, Florida Statutes, is amended 2918 to read:

2919 601.9904 Rules and regulations; Frozen citrus juices; 2920 rules of Department of Citrus.-The department shall adopt of 2921 Citrus is hereby authorized and required to promulgate and 2922 enforce rules and regulations concerning the contents, 2923 preparation, concentrating, other processing, and keeping or 2924 storing of frozen concentrated fresh citrus juices, and such 2925 rules and regulations may govern, cover but are not limited to, the sanitary conditions under which such product is prepared, 2926 2927 the type of equipment and machinery used therein, and the manner 2928 and method of storage within this state, and the manner and

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2929 method of shipment.

2930 Section 71. Subsection (6) of section 601.9908, Florida 2931 Statutes, is amended to read:

2932 601.9908 Canned tangerine juice; standards; labeling.—No 2933 canned tangerine juice shall be sold or offered for sale or 2934 shipped or offered for shipment which:

(6) Does not meet requirements to be established by the department of Citrus regarding color, absence of defects, taste, and flavor; unless the immediate container thereof shall be labeled in accordance with regulations of the department of Citrus and there shall appear on such label the word "substandard" in bold type not less than 1/4 inch high printed or stamped diagonally thereon.

2942 Section 72. Paragraphs (c) and (d) of subsection (1) and 2943 subsections (2) and (3) of section 601.9910, Florida Statutes, 2944 are amended to read:

2945 601.9910 Legislative findings of fact; strict enforcement 2946 of maturity standard in public interest.-

(1) FINDINGS.-

2947

2948 (C) The Legislature finds and determines and so declares 2949 that there is no better method of determining when such raw and 2950 immature flavor leaves Florida citrus than by the standards 2951 authorized by set forth in this chapter and set forth in 2952 department rule; and that experience has demonstrated over a 2953 period of many years, by the best available records and under 2954 various climatic conditions and various seasonal changes, that generally speaking, before prior to November 1 of each season, 2955 2956 oranges that which do not have a total soluble solids of 9

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2957 percent with a minimum ratio of total soluble solids, as set 2958 forth in department rule s. 601.20, still have a raw, immature 2959 flavor; and that, beginning on or about November 1 of each 2960 season, such raw, immature fruit flavor gradually disappears 2961 from the orange, and by November 15 the same orange may have a 2962 still lower soluble solids percentage and not be immature; that 2963 and after November 15 the same orange can still have a further 2964 lower soluble solids percentage without being immature; and that 2965 by December 1 nature has completed its process of removing the 2966 raw, immature flavor that which might have existed before prior 2967 to that time, provided such fruit meets the other minimum 2968 maturity requirements authorized by set forth in this chapter 2969 and set forth in department rule. On December 1 oranges meeting 2970 the requirements set forth in department rule of s. 601.19(4), 2971 while not being sufficiently mature to ship in fresh form, may 2972 be safely used in some processed products without the finished 2973 product having a raw, immature flavor. On December 1 grapefruit 2974 meeting the requirements set forth in department rule of s. 2975 601.16(4), while not being sufficiently mature to ship in fresh 2976 form, may be safely used in some processed products without the 2977 finished product having a raw, immature flavor.

(d) The Legislature finds and determines and so declares that the enforcement of the maturity standards, <u>authorized by</u> as set forth in this chapter <u>and set forth in department rule</u>, will not result in preventing any grower from marketing her or his fruit at some time during the marketing season, whenever nature has removed the raw, immature flavor<u>,</u>; and, if there is a delay in such marketing, it will result in higher prices for the

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2985 entire season, bringing additional millions of dollars to the 2986 <u>state's</u> growers of <del>Florida</del> and resulting in benefit to all 2987 growers, including the grower or growers who were delayed a 2988 short time in the shipment of their fruit.

2989 DECLARATION.-Therefore, the Legislature declares that (2)2990 the strict enforcement of the maturity standards authorized by  $\overline{r}$ 2991 as set forth in this chapter and set forth in department rule, 2992 is definitely in the public's interest and for the public's 2993 welfare, and that no citrus that should be shipped from Florida 2994 and sold in the consuming markets which has a raw, immature 2995 flavor<sub> $\tau$ </sub> and that which could be classed by the consuming public 2996 as "Florida green fruit." should be shipped from the state and 2997 sold in consuming markets.

(3) <u>RULES SETTING FORTH</u> <u>RECULATIONS RECARDING</u> MATURITY
 STANDARDS FOR HYBRIDS.—The Legislature finds and determines that
 <u>the</u> classifications of and maturity standards for citrus hybrids
 should be established by <u>rules adopted</u> <del>regulations promulgated</del>
 by the department <del>of Citrus</del> pursuant to this chapter.

3003 Section 73. Section 601.9911, Florida Statutes, is amended 3004 to read:

3005 601.9911 Fruit may be sold or transported direct from 3006 producer.-Any citrus producer may transport her or his own 3007 citrus fruit or any citrus fruit may be sold or purchased and 3008 transported in interstate or intrastate commerce in truckload 3009 lots direct from a producer, and any such fruit so sold, 3010 purchased, or transported need not be processed, handled by any 3011 packinghouse, washed, polished, graded, stamped, labeled, 3012 branded, placed in containers, or otherwise prepared for market

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3013 as may be provided in this chapter herein. Such fruit shall be 3014 certified at the time of inspection as tree run grade of fruit, 3015 but shall otherwise remain subject to the maturity standards and 3016 all other conditions, restrictions, emergency quality assurance 3017 orders, and other requirements of this chapter and shall be 3018 inspected for such compliance as all other fruit is inspected at 3019 such convenient locations as may be determined by the Department 3020 of Agriculture. Any such fruit violating any provision of the 3021 provisions of this chapter, or any rule adopted by or regulation 3022 of the department under of Citrus made pursuant to this chapter, 3023 but not inconsistent with this section, may be seized, 3024 condemned, and destroyed as provided in this chapter herein. At 3025 the time of such inspection, all fees and  $\tau$  assessments  $\tau$  and 3026 excise taxes provided in this chapter shall be paid and 3027 collected at the same rate as paid by all other fresh fruit 3028 growers or shippers.

3029 Section 74. Section 601.9918, Florida Statutes, is amended 3030 to read:

3031 601.9918 Rules related to issuance and use of symbols.—In 3032 rules related to the issuance and voluntary use of symbols, 3033 certification marks, service marks, or trademarks, the 3034 commission may make general references to national or state 3035 requirements that the license applicant would be compelled to 3036 meet regardless of the <u>Department of Agriculture's</u> department's 3037 issuance of the license applied for.

3038 Section 75. Section 601.992, Florida Statutes, is amended 3039 to read:

3040 601.992 Collection of dues and other payments on behalf of Page 112 of 114

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3041 certain nonprofit corporations engaged in market news and grower 3042 education.-The Florida Department of Citrus or the Department of 3043 Agriculture and Consumer Services or their successors may 3044 collect or compel the entities regulated by the Department of 3045 Agriculture to collect dues, contributions, or any other 3046 financial payment upon request by, and on behalf of, any not-3047 for-profit corporation, and its related not-for-profit 3048 corporations, located in this state that receive which receives 3049 payments or dues from their its members. Such not-for-profit 3050 corporation must be engaged, to the exclusion of agricultural 3051 commodities other than citrus, in market news and grower 3052 education solely for citrus growers, and must have at least 3053 5,000 members who are engaged in growing citrus in this state 3054 for commercial sale. The Department of Agriculture may adopt 3055 rules <del>pursuant to ss. 120.536(1) and 120.54</del> to administer 3056 implement this section. The rules may establish indemnity 3057 requirements for the requesting corporation and for fees to be 3058 charged to the corporation that which are sufficient but do not 3059 exceed the amount necessary to ensure that any direct costs 3060 incurred by the Department of Agriculture in implementing this 3061 section are borne by the requesting corporation and not by the 3062 Department of Agriculture.

3063 Section 76. Subsection (1) of section 603.161, Florida 3064 Statutes, is amended to read:

3065 603.161 Sales certificates, work orders to accompany 3066 certain fruit.-

3067 (1) This section applies to tropical or subtropical fruit.3068 "Tropical or subtropical fruit" means avocados, bananas,

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calamondins, carambolas, guavas, kumquats, limes, longans,
loquats, lychees, mameys, mangoes, papayas, passion fruit,
<code>sapodillas</code> , and fruit that must be grown in tropical or
semitropical regions, except citrus fruit as defined in s.
601.03 <del>(7)</del> .
Section 77. Effective January 1, 2013, sections 601.16,
<u>601.17, 601.18, 601.19, 601.20, 601.21, 601.22, 601.87, 601.90,</u>
<u>601.901, 601.981, 601.9905, 601.9906, 601.9907, 601.9909,</u>
601.9913, 601.9914, and 601.9916, Florida Statutes, are
repealed.
Section 78. Except as otherwise expressly provided in this
act, this act shall take effect July 1, 2012.

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