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| 2 | An act relating to Florida citrus; providing a short |
| 3 | title; amending s. 601.04, F.S.; revising the |
| 4 | membership of the Florida Citrus Commission; requiring |
| 5 | members to meet certain requirements; revising |
| 6 | commission appointments to achieve staggered terms for |
| 7 | the newly appointed members; revising the requirements |
| 8 | for a quorum; amending s. 601.09, F.S.; increasing the |
| 9 | number of citrus districts in this state and revising |
| 10 | the counties that comprise each district; amending s. |
| 11 | 601.13, F.S.; requiring certain entities to provide |
| 12 | reports on citrus production research to the |
| 13 | commission at specified intervals and upon request of |
| 14 | the commission; specifying requirements for the |
| 15 | reports; requiring that new varieties of citrus fruit |
| 16 | developed as result of research or studies funded by |
| 17 | state funds and certain technology be made exclusively |
| 18 | available for licensing and commercialization to the |
| 19 | Department of Citrus or its designee for a specified |
| 20 | timeframe; authorizing the commission to retain the |
| 21 | exclusivity for a specified timeframe; amending s. |
| 22 | 601.992, F.S.; revising eligibility requirements of |
| 23 | not-for-profit corporations on whose behalf the |
| 24 | Department of Citrus or the Department of Agriculture |
| 25 | and Consumer Services may collect certain financial |
| | |

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| 26 | payments; reenacting s. 600.051(1), F.S., relating to |
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| 27 | marketing agreements and the powers of the Department |
| 28 | of Citrus, to incorporate the amendment made to s. |
| 29 | 601.09, F.S., in a reference thereto; reenacting s. |
| 30 | 601.15(7)(b), F.S., relating to the use of moneys in |
| 31 | the Florida Citrus Advertising Trust Fund, to |
| 32 | incorporate the amendment made to s. 601.13, F.S., in |
| 33 | a reference thereto; providing an effective date. |
| 34 | |
| 35 | Be It Enacted by the Legislature of the State of Florida: |
| 36 | |
| 37 | Section 1. This act may be cited as the "Citrus Recovery |
| 38 | Act." |
| 39 | Section 2. Section 601.04, Florida Statutes, is amended to |
| 40 | read: |
| 41 | 601.04 Florida Citrus Commission; creation and |
| 42 | membership |
| 43 | (1)(a) There is created within the department the Florida |
| 44 | Citrus Commission, which shall be composed of $\underline{11}$ nine members |
| 45 | appointed by the Governor. Each member must be a resident |
| 46 | citizen of <u>this</u> the state who is and has been actively engaged |
| 47 | in the growing, growing and shipping, or growing and processing |
| 48 | of citrus fruit in the state for at least 5 years immediately |
| 49 | before appointment to the commission and has, during that 5-year |
| 50 | period: |
| | |

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Derived a major portion of her or his income from such
 growing, growing and shipping, or growing and processing of
 citrus fruit; or

2. Been the owner of, member of, officer of, or paid employee of a corporation, firm, or partnership that has, during that 5-year period, derived the major portion of its income from such growing, growing and shipping, or growing and processing of citrus fruit.

59 (b)1. Seven Six members of the commission shall be classified as grower members and shall be primarily engaged in 60 61 the growing of citrus fruit as an individual owner; as the owner of, or as stockholder of, a corporation; or as a member of a 62 63 firm or partnership primarily engaged in citrus growing. Such 64 members may not receive any compensation from any licensed 65 citrus fruit dealer or handler, as defined in s. 601.03, other 66 than gift fruit shippers, but any of the grower members may shall not be disqualified as a member if, individually, or as 67 68 the owner of, a member of, an officer of, or a stockholder of a 69 corporation, firm, or partnership primarily engaged in citrus 70 growing which processes, packs, and markets its own fruit and 71 whose business is primarily not purchasing and handling fruit 72 grown by others.

73 2. Three members of the commission shall be classified as
 74 processor grower-handler members and shall be engaged as owners,
 75 or as paid officers or employees, of a corporation, firm,

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| 76 | partnership, or other business unit engaged in <u>canning,</u> |
|--|--|
| 77 | concentrating, or otherwise processing citrus fruit for market |
| 78 | other than for shipment in fresh fruit form handling citrus |
| 79 | fruit. One such member shall be primarily engaged in the fresh |
| 80 | fruit business, and two such members shall be primarily engaged |
| 81 | in the processing of citrus fruits. |
| 82 | 3. One member shall be classified as a packer member and |
| 83 | shall be engaged as an owner, or as a paid officer or employee, |
| 84 | of a corporation, firm, partnership, or other business unit that |
| 85 | operates as a packinghouse as defined in s. 601.03. The member |
| 86 | shall reside in the Indian River production area of this state |
| 87 | <u>as defined in s. 601.091(2).</u> |
| 88 | 4. For purposes of this section, a member's residence is |
| 0.0 | his on how actual where all and memory and dense |
| 89 | his or her actual physical and permanent residence. |
| 89 90 | (2)(a) <u>One grower member</u> Three commission members shall be |
| | |
| 90 | (2)(a) <u>One grower member</u> Three commission members shall be |
| 90 91 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in |
| 90 91 92 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall |
| 90 91 92 93 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. <u>Members appointed from the same citrus district shall</u> serve staggered terms, such that the term of one of the |
| 90 91 92 93 94 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall serve staggered terms, such that the term of one of the district's three members expires each year. Each member must |
| 90 91 92 93 94 95 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall serve staggered terms, such that the term of one of the district's three members expires each year. Each member must reside <u>or grow citrus</u> in the district from which she or he was |
| 90 91 92 93 94 95 96 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall serve staggered terms, such that the term of one of the district's three members expires each year. Each member must reside <u>or grow citrus</u> in the district from which she or he was appointed. For the purposes of this section, a member's |
| 90 91 92 93 94 95 96 97 | (2)(a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall serve staggered terms, such that the term of one of the district's three members expires each year. Each member must reside <u>or grow citrus</u> in the district from which she or he was appointed. For the purposes of this section, a member's residence is her or his actual physical and permanent residence. |
| 90 91 92 93 94 95 96 97 98 | (2) (a) <u>One grower member</u> Three commission members shall be appointed from each of the three citrus districts designated in s. 601.09. Members appointed from the same citrus district shall serve staggered terms, such that the term of one of the district's three members expires each year. Each member must reside or grow citrus in the district from which she or he was appointed. For the purposes of this section, a member's residence is her or his actual physical and permanent residence. (b) <u>One grower member shall be a grower with a citrus</u> |

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| 101 | (c)1. Members shall be appointed to terms of 3 years each, |
|-----|---|
| 102 | except that, to establish staggered terms of members from each |
| 103 | citrus district, the terms of members appointed before July 1, |
| 104 | 2022 2012 , shall be shortened as follows: |
| 105 | <u>a.</u> 1. The <u>terms</u> term of <u>two grower members and one packer</u> |
| 106 | <u>member</u> one member from each citrus district shall expire June |
| 107 | 30, <u>2022</u> 2012 , and <u>their successors</u> her or his successor shall |
| 108 | be appointed to terms a term beginning July 1, 2022 2012, and |
| 109 | expiring May 31, <u>2025</u> 2015 . |
| 110 | b.2. The terms term of two grower members and one |
| 111 | processor member one member from each citrus district shall |
| 112 | expire June 30, <u>2023</u> 2013 , and <u>their successors</u> her or his |
| 113 | successor shall be appointed to terms a term beginning July 1, |
| 114 | <u>2023</u> 2013 , and expiring May 31, <u>2026</u> 2016 . |
| 115 | <u>c.</u> 3. The terms term of two grower members and one |
| 116 | processor member one member from each citrus district shall |
| 117 | expire June 30, <u>2024</u> 2014 , and <u>their successors</u> her or his |
| 118 | successor shall be appointed to terms a term beginning July 1, |
| 119 | <u>2024</u> 2014 , and ending May 31, <u>2027</u> 2017 . |
| 120 | 2. One grower member and one processor member shall be |
| 121 | appointed on or after July 1, 2022, with terms ending May 31, |
| 122 | 2025. |
| 123 | 3.4. Subsequent appointments shall be made in accordance |
| 124 | with this section. |
| 125 | |
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Appointments shall be made by February 1 preceding the commencement of the term and are subject to confirmation by the Senate in the following legislative session. Each member is eligible for reappointment and shall serve until her or his successor is appointed and qualified. The regular terms begin on June 1 and expire on May 31 of the third year after such appointment.

133 (d) (c) When appointments are made, the Governor shall 134 publicly announce the actual classification and district that 135 each appointee represents. A majority of the currently appointed members of the commission constitutes shall constitute a quorum 136 137 for the transaction of all business and the carrying out of the 138 duties of the commission. Before entering upon the discharge of 139 their duties as members of the commission, each member shall 140 take and subscribe to the oath of office prescribed in s. 5, 141 Art. II of the State Constitution. The qualifications and classification required of each member by this section continue 142 143 to be required throughout the respective term of office, and if a member, after appointment, fails to meet the qualifications or 144 145 classification that she or he possessed at the time of 146 appointment, the member must resign or be removed and be 147 replaced with a member possessing the proper qualifications and 148 classification.

(e) (d) When making an appointment to the commission, the
 Governor shall announce the district, classification, and term

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151 of the person appointed.

(3) (a) The commission shall elect a chair and secretary and may elect a vice chair and such other officers as the commission deems 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 committee or council concerns that are consistent with the statutory powers and duties of the commission and the department.

161 Section 3. Section 601.09, Florida Statutes, is amended to 162 read:

163

601.09 Citrus districts.-

164 (1) For purposes of this chapter, the state is divided 165 into <u>six</u> three districts composed of:

(a) Citrus District One: <u>Collier, Hendry, and Lee Levy</u>,
Alachua, Brevard, Putnam, St. Johns, St. Lucie, Flagler, Indian
River, Marion, Seminole, Orange, Okeechobee, Polk, Volusia, and
Osceola Counties.

170 (b) Citrus District Two: <u>Charlotte and Hardee</u>, DeSoto,
171 Highlands, and Glades Counties.

(c) Citrus District Three: <u>Glades, Highlands, and</u>
<u>Okeechobee</u> Charlotte, Citrus, Collier, Hernando, Hendry,
Hillsborough, Lake, Lee, Manatee, Monroe, Martin, Pasco, Palm
Beach, Pinellas, Sarasota, Sumter, Broward, and Miami-Dade

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| 176 | Counties. |
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| 176 | Counties. |

177 (d) Citrus District Four: Hardee, Hillsborough, Manatee,
178 Pinellas, and Sarasota Counties.

179 (e) Citrus District Five: Citrus, Hernando, Levy, Osceola,
180 Pasco, Polk, and Sumter Counties.

181 (f) Citrus District Six: Alachua, Brevard, Broward, 182 Flagler, Indian River, Lake, Marion, Martin, Miami-Dade, Monroe, 183 Orange, Palm Beach, Putnam, St. Johns, Seminole, St. Lucie, and 184 Volusia Counties.

185 The Legislature intends that the citrus districts be (2)186 reviewed and, if necessary to maintain substantially equal 187 volumes of citrus production within each district, redistricted 188 every 5 years. The commission may, once every 5 years, review 189 the citrus districts based on the total boxes produced within 190 each district during the preceding 5 years and, based on the 191 commission's findings, submit recommendations to the Legislature 192 for redistricting in accordance with this subsection.

Section 4. Subsection (3) of section 601.13, Florida Statutes, is renumbered as subsection (5), and a new subsection (3) and subsection (4) are added to that section to read:

196 601.13 Citrus research; administration by Department of 197 Citrus; appropriation.-

198(3) An entity that solicits research proposals and awards199funding for those proposals expending funds received from the200State Treasury on citrus production research conducted pursuant

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| 201 | to chapter 573, as recommended by the Citrus Research and |
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| 202 | Development Foundation, Inc., or conducted through contract with |
| 203 | the department shall deliver a report that includes all of the |
| 204 | following information to the commission biannually and at the |
| 205 | request of the commission: |
| 206 | (a) Project plans selected for funding. |
| 207 | (b) The financial status of the projects. |
| 208 | (c) Current findings of the funded research. |
| 209 | (d) Availability of citrus products or application of |
| 210 | growers' practices found through funded research. |
| 211 | (e) The status of the commercialization process of such |
| 212 | products or practices. |
| 213 | (4) Before being released for sale to the general public, |
| 214 | any new variety of citrus fruit which is developed as a result |
| 215 | of any research or study accomplished using any percentage of |
| 216 | funds from the State Treasury as well as any technology that |
| 217 | enhances the marketability of new or current citrus fruit |
| 218 | varieties must be made available as a first option for licensing |
| 219 | and commercialization for a period of 90 days, under |
| 220 | commercially reasonable terms, exclusively to the department or |
| 221 | its designee. If the department or its designee exercises such |
| 222 | exclusive license, the Florida Citrus Commission may retain the |
| 223 | exclusivity for up to 8 years after the date of execution. |
| 224 | Section 5. Section 601.992, Florida Statutes, is amended |
| 225 | to read: |
| | |

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226 601.992 Collection of dues and other payments on behalf of 227 certain nonprofit corporations engaged in market news and grower 228 education.-The Department of Citrus or the Department of 229 Agriculture or their successors may collect or compel the 230 entities regulated by the Department of Citrus to collect dues, 231 contributions, or any other financial payment upon request by, 232 and on behalf of, any not-for-profit corporation and its related 233 not-for-profit corporations located in this state that receive 234 payments or dues from their members. Such not-for-profit 235 corporation must be engaged, to the exclusion of agricultural 236 commodities other than citrus, in market news and grower 237 education solely for citrus growers, and must have at least 238 2,500 5,000 members who are engaged in growing citrus in this 239 state for commercial sale. The Department of Citrus may adopt 240 rules to administer this section. The rules may establish 241 indemnity requirements for the requesting corporation and for 242 fees to be charged to the corporation that are sufficient but do 243 not exceed the amount necessary to ensure that any direct costs 244 incurred by the Department of Citrus in implementing this 245 section are borne by the requesting corporation and not by the 246 Department of Citrus.

247 Section 6. For the purpose of incorporating the amendment 248 made by this act to section 601.09, Florida Statutes, in a 249 reference thereto, subsection (1) of section 600.051, Florida 250 Statutes, is reenacted to read:

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251 600.051 Marketing agreements; powers of department.-In order to effectuate the declared policy and 252 (1)253 purposes of this act, the department shall have the power to 254 enter into, administer, and enforce marketing agreements with 255 handlers and distributors engaged in any one or more of the 256 citrus districts established in and by s. 601.09, in the 257 handling and distributing of citrus fruit in fresh fruit form or 258 any variety or varieties, grade, size, or quality thereof, 259 regulating the handling of such citrus fruit in the way and 260 manner and to the extent therein prescribed and agreed upon, 261 which said marketing agreements shall be binding only upon the 262 signatories thereto exclusively. The execution of any such 263 marketing agreement shall in no manner affect the issuance, 264 administration, or enforcement of any marketing order otherwise 265 provided for by chapter 601, and any marketing agreement 266 executed hereunder shall be ineffective to the extent that it is 267 in conflict with any rule, regulation, marketing order, or 268 marketing agreement under any federal law relating to the 269 handling of citrus fruit grown in Florida.

270 Section 7. For the purpose of incorporating the amendment 271 made by this act to section 601.13, Florida Statutes, in a 272 reference thereto, paragraph (b) of subsection (7) of section 273 601.15, Florida Statutes, is reenacted to read:

274 601.15 Advertising campaign; methods of conducting;
275 assessments; emergency reserve fund; citrus research.-

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| 276 | (7) All assessments levied and collected under this |
|-----|--|
| 277 | chapter shall be paid into the State Treasury on or before the |
| 278 | 15th day of each month. Such moneys shall be accounted for in a |
| 279 | special fund to be designated as the Florida Citrus Advertising |
| 280 | Trust Fund, and all moneys in such fund are appropriated to the |
| 281 | department for the following purposes: |
| 282 | (b) Moneys in the Florida Citrus Advertising Trust Fund |
| 283 | shall be expended for the activities authorized by s. 601.13 and |
| 284 | for the cost of those general overhead, research and |
| 285 | development, maintenance, salaries, professional fees, |
| 286 | enforcement costs, and other such expenses that are not related |
| 287 | to advertising, merchandising, public relations, trade |
| 288 | luncheons, publicity, and other associated activities. The cost |
| 289 | of general overhead, maintenance, salaries, professional fees, |
| 290 | enforcement costs, and other such expenses that are related to |
| 291 | advertising, merchandising, public relations, trade luncheons, |
| 292 | publicity, and associated activities shall be paid from the |
| 293 | balance of the Florida Citrus Advertising Trust Fund. |
| 201 | Section 9 This set shall take offect July 1 2022 |

294

Section 8. This act shall take effect July 1, 2022.

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