FIRST REGULAR SESSION

SENATE BILL NO. 504

94TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR KOSTER.

Read 1st time February 14, 2007, and ordered printed.

2225S.02I

TERRY L. SPIELER, Secretary.

AN ACT

To amend chapter 261, RSMo, by adding thereto five new sections relating to sustainable agriculture and local foods.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 261, RSMo, is amended by adding thereto five new

- 2 sections, to be known as sections 261.325, 261.328, 261.331, 261.334, and 261.337,
- 3 to read as follows:
- 261.325. 1. Sections 261.325 to 261.337 may be referred to and cited as the "Sustainable Agriculture and Local Foods Initiative".
- 2. For the purposes of sections 261.325 to 261.337, the following terms shall mean:
- 5 (1) "Locally grown and processed", food products grown in the 6 state and, to the extent processing was required, processed in the state;
- 7 (2) "Micro agricultural enterprise", an operation with five or less 8 employees and forty thousand dollars or less in start-up funding that 9 will produce or process agricultural products in Missouri.
- 10 (3) "Percentage price preference", the percent by which a 11 responsive bid by a responsible bidder whose product is locally grown 12 and processed may exceed the lowest responsive bid by a responsible 13 bidder whose product is not locally grown and processed;
- 14 (4) "Small farmer and business", an agricultural operation based 15 in Missouri that produces or processes food products and that has gross 16 annual sales of less than two hundred fifty thousand dollars or an 17 agribusiness based in Missouri that produces or processes food 18 products and has less than five million in gross annual sales.
- 3. There is hereby created the "Office of Sustainable Agriculture and Local Foods" to be housed within the department of

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agriculture. The office of sustainable agriculture and local foods shall employ staff consisting of not less than one full-time or the equivalent of one full-time program staff member and one full-time or the

24 equivalent of one full-time administrative assistant.

- 4. The mission of the office of sustainable agriculture and local 25 foods created in this section shall be to improve the climate for 26 agricultural products that are produced or processed by small farmers 27and businesses and to promote a sustainable Missouri food system. To 2829 accomplish this mission, the office will provide technical and financial assistance to small farmers and businesses for the branding, marketing, 30 and distribution of sustainable, natural, and organic Missouri 31 32agricultural products.
- 5. The duties of the office of sustainable agriculture and local foods shall be to:
- 35 (1) Administer the Missouri farm-to-cafeteria program created 36 under section 261.328;
- 37 (2) Administer the beginning farmer program created under 38 section 261.331;
- 39 (3) Administer the Missouri-branded program created under 40 section 261.334;
- 41 (4) Administer the new markets program created under section 42 261.337;
- 43 (5) Administer up to two million in tax credits for the acquisition 44 of best management practice technology by small farmers and 45 businesses;
- (6) Promulgate rules for the programs in this section. Any rule 46 47or portion of a rule, as that term is defined in section 536.010, RSMo, that is created under the authority delegated in this section shall 48become effective only if it complies with and is subject to all of the 49provisions of chapter 536, RSMo, and, if applicable, section 536.028, 50RSMo. This section and chapter 536, RSMo, are nonseverable and if any 51of the powers vested with the general assembly pursuant to chapter 52536, RSMo, to review, to delay the effective date, or to disapprove and 53annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 5528, 2007, shall be invalid and void; 56
 - (7) Administer funding appropriated or received for its

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operations and programs.

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261.328. 1. The office of sustainable agriculture and local foods created under section 261.325 shall administer the "Missouri Farm-to-Cafeteria Program", which is hereby created. The program shall:

- (1) Provide technical assistance to assist small farmers and 4 businesses in selling their agricultural products to local, state, and 5 national government organizations; 6
- 7 (2) Create a ten percent reimbursement voucher for the sale of locally grown and processed foods for small farmers and businesses who sell to Missouri school districts:
- (3) Provide annual purchasing grants to Missouri school districts 10 to offset the costs of purchasing and acquiring food produced by small 11 farmers and businesses; 12
 - (4) Require that state institutions, including, but not limited to, higher education institutions, hospitals, and correctional facilities establish a percentage price preference, not to exceed ten percent for locally grown and processed foods by small farmers and businesses;
 - (5) Work with other state agencies to assist in their purchasing of locally grown and processed foods by small farmers and businesses;
 - (6) Work with the department of education and secondary education to develop a plan for the purchasing of locally grown and processed foods from small farmers and businesses.
 - 2. Pursuant to section 23.253, RSMo, of the Missouri sunset act:
- 23 (1) The provisions of the new program authorized under this section shall automatically sunset six years after the effective date of this section unless reauthorized by an act of the general assembly; and
 - (2) If such program is reauthorized, the program authorized under this section shall automatically sunset twelve years after the effective date of the reauthorization of this section; and
- (3) This section shall terminate on September first of the 29 calendar year immediately following the calendar year in which the 30 program authorized under this section is sunset. 31
- 261.331. 1. The office of sustainable agriculture and local foods created under section 261.325 shall administer the "Beginning Farmer Program", which is hereby created. The program shall: 3
- (1) Organize and administer a mentoring program to connect 4 aging farmers and ranchers with young people interested in becoming

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- 6 involved in agriculture;
- 7 (2) Notwithstanding any law to the contrary, utilize not less than
- 8 five hundred thousand dollars of funding authorized for agriculture
- 9 linked deposits under section 30.753, RSMo, for the purpose of funding
- 10 micro agricultural enterprises.
- 2. Pursuant to section 23.253, RSMo, of the Missouri sunset act:
- 12 (1) The provisions of the new program authorized under this 13 section shall automatically sunset six years after the effective date of
- this section unless reauthorized by an act of the general assembly; and
- 15 (2) If such program is reauthorized, the program authorized
- 16 under this section shall automatically sunset twelve years after the
- 17 effective date of the reauthorization of this section; and
- 18 (3) This section shall terminate on September first of the
- 19 calendar year immediately following the calendar year in which the
- 20 program authorized under this section is sunset.
 - 261.334. 1. For purposes of this section, the term "agricultural product" shall have the same meaning as in section 348.400.
- 2. The office of sustainable agriculture and local foods created
- 4 under section 261.325 shall administer a Missouri-branded program for
- 5 small farms and businesses. Such program shall:
- 6 (1) Assist small farmers and businesses market within the state
- 7 locally grown and processed agricultural products;
- 8 (2) Assist in the coordination of the aggregation of agricultural
- 9 products for sale or distribution; and
- 10 (3) Establish a marketing plan for agricultural products
- 11 produced by small farmers and businesses.
- 12 3. Pursuant to section 23.253, RSMo, of the Missouri sunset act:
- 13 (1) The provisions of the new program authorized under this
- 14 section shall automatically sunset six years after the effective date of
- 15 this section unless reauthorized by an act of the general assembly; and
- 16 (2) If such program is reauthorized, the program authorized
- 17 under this section shall automatically sunset twelve years after the
- 18 effective date of the reauthorization of this section; and
- 19 (3) This section shall terminate on September first of the
- 20 calendar year immediately following the calendar year in which the
- 21 program authorized under this section is sunset.
 - 261.337. 1. The office of sustainable agriculture and local foods

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2 created under section 261.325 shall administer the "New Markets
3 Program" in which ten new farmer's markets shall be created in the
4 state each year for ten years. For purposes of this section, a "farmer's
5 market" shall be a market place where small farmers and businesses
6 compose the majority of the vendors.

- 2. Pursuant to section 23.253, RSMo, of the Missouri sunset act:
- 8 (1) The provisions of the new program authorized under this 9 section shall automatically sunset six years after the effective date of 10 this section unless reauthorized by an act of the general assembly; and
 - (2) If such program is reauthorized, the program authorized under this section shall automatically sunset twelve years after the effective date of the reauthorization of this section; and
- 14 (3) This section shall terminate on September first of the 15 calendar year immediately following the calendar year in which the 16 program authorized under this section is sunset.

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