MIB 1

3-2-82 4:15p.m

STATE OF WISCONSIN) DEPARTMENT OF AGRICULTURE,) TRADE & CONSUMER PROTECTION)

SS.

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Robert F. Thayer, Administrator, Marketing Division, State of Wisconsin Department of Agriculture, Trade and Consumer Protection, and custodian of the official records of said Division, do hereby certify that the annexed order amending rules relating to the basis for payment, collection and refunding of potato assessments, Chapter PIB 1, Wis. Adm. Code, was duly approved and adopted by the Department on March 1, 1982.

I further certify that said copy has been compared by me with the original on file in the Department and that the same is a true copy thereof, and of the whole of such original.

5-1-62

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the official seal of the Department at the Department offices in the city of Madison, this ______ day of March, 1982.

Robert F. Thayer Administrator Marketing Division

ORDER

OF THE

WISCONSIN POTATO INDUSTRY BOARD

ADOPTING, AMENDING OR REPEALING RULES

Relating to rules concerning the basis for payment,

collection and refunding of potato assessments.

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Analysis Prepared by the Department of Agriculture, Trade and Consumer Protection

The Potato Industry Board's proposed changes in Chapter PIB 1 clarify current board rules by reorganizing the sections relating to levy and payment of assessments and collection of assessments from producers. Various transactions in the commercial sale of potates which constitute the basis for payment are adopted to clarify when assessments authorized under section 100.39(6), Stats. are due and payable. The records and reports section of the rule requires designated handlers to maintain accurate records for each producer indicating quantities of potatoes subject to and exempt from the assessment. A new section is adopted which sets forth the requirements and procedures by which a producer may obtain a refund of the assessment paid to the Potato Industry Board. The assessments authorized by statute are used to support research and foster the growth of the potato industry.

3	Pursuant to authority vested in the State of Wisconsin Potato		
4	Industry Board by section 100.39(3), Wis. Stats., the State of		
5	Wisconsin Potato Industry Board repeals, amends and adopts		
6	rules interpreting section 100.39, Wis. Stats., as follows:		
7	1. Chapter PIB 1 (title) and section PIB 1.01(2) of the		
8	Wisconsin Administrative Code are amended to read:		
9	CHAPTER PIB 1		
10	(title) POTATO ASSESSMENT: METHOD OF COLLECTION AND REFUNDING		
11	PIB 1.01(2) "Department" means the state of Wisconsin		
12	department of agriculture, trade and consumer protection.		

1 (e)(3) Producers engaged in the processing of their own 2 potatoes or in selling potatoes of their own production directly 3 to consumers from their premises, a roadside stand or storage 4 location, or to itinerant truckers, and not to a handler or 5 processor under paragraphs-(a) subs. (1) and (b)(2).

6 (d)(4) Producers electing to act as their own designated 7 handler in the sale of potatoes to or through designated handlers under paragraphs-(a) subs. (1) or (b) (2). Producers electing to 8 9 act as their own designated handler in the payment of assessments 10 shall file a written netice-of-such-election request for authority 11 to act as their own designated handler on approved forms with 12 provided by the board. Producers shall not act as their own 13 designated handler unless board approval is first obtained. Copies 14 of such-notice-of the board approved election shall be filed by the 15 producer with designated handlers under pargraphs pars. (a) 16 subs. (1) or (+) (2) for potatoes sold to or through them. 17 6. Sections PIB 1.03 and 1.04 of the Wisconsin 18 Administrative Code are renumbered PIB 1.04 and 1.05 respectively and as renumbered are amended to read: 19

20 COLLECTION AND-REMITTANCE OF ASSESSMENTS FROM PIB 1.04 21 PRODUCERS. (1) Designated handlers may collect assessments 22 directly from the producer whose potatoes are subject to 23 assessment, or deduct such the assessments from payment payments made to producers for potatoes purchased from or sold handled for 24 25 If assessments are collected from producers or deducted them. from proceeds of purchase or sale, the designated handler shall 26 furnish to the producer shall-be-furnished-with a statement 27

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responsible-for-the-payment-of-assessments-on-potatees-covered under-the-invoice. Furnishing a copy of board authorization to act as one's own designated handler relieves subsequent handlers from the responsibility of payment of assessments on potatees received from or handled for the producer.

6 (6)(5) Nonresident designated handlers not maintaining an 7 office or place of business in this state, but otherwise engaged 8 in this state as a designated handler, shall be subject to the 9 same requirements under this chapter as a resident designated 10 handler with respect to business activities conducted in this 11 state, and shall be considered as having designated the secretary 12 of state as agent for the service of process.

13 (6)Board approval authorizing producers to act as their own 14 designated handler shall be valid until the authorization is voluntarily surrendered by the person to whom granted, or 15 16 suspended or revoked by the board. The board may suspend or 17 revoke the authorization of any person to act as their own 18 designated handler for any violation by them of s. 100.39, Stats. 19 or these rules. Producers whose authorization has been suspended 20 or revoked shall be entitled to a hearing if requested within 10 21 days of receipt of notice of suspension or revocation. The board 22 shall notify all other designated handlers of record of any 23 termination of authorization within 10 days after the effective 24 date of the termination.

25 PIB 1.05 Records and reports. (1) Each-designated-handler
26 Designated handlers shall maintain a separate record for each
27 producer for all potatoes purchased from or handled for such the

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1 designated-handler. Designated handlers shall maintain records 2 indicating which portion of each lot of potatoes handled is 3 subject to assessment. 4 (3) No designated handler shall file a false or misleading 5 report with the board or fail to remit assessments in the amount 6 and within the time period as speeified-in provided under this 7 chapter. Sections PIB 1.03 and 1.06 of the Wisconsin Administra-8 7. 9 tive Code are adopted to read: PIB 1.03 Levy and Payment of Assessments. (1)10 An assessment 11 of one cent per hundredweight is levied against each producer for 12 all potatoes grown by the producer in this state and entered into 13 the current of commerce. Potatoes retained by a producer for home consumption and for use as seed potatoes or as animal feed on the 14 15 producer's own farm are exempt from the assessment, but subject to reporting requirements of s. PIB 1.05(1), Wis. Adm. Code. 16 17 Assessments on any lot of potatoes shall be determined on basis of their sale or utilization for human food purposes or seed. In the 18

19 absence of records indicating ultimate disposition or utilization 20 of potatoes, assessments shall be due and payable on an entire lot 21 of potatoes.

(2) Assessments shall be paid to the board by designated handlers first introducing potatoes into the current of commerce. Designated handlers may collect the assessment from producers or deduct it from the payment made to producers in accordance with procedures under s. PIB 1.04, Wis. Adm. Code. Handlers may also pay the assessment without any reimbursement from the producer.

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1 (e) <u>Sale of an undug field of potatoes</u>. A producer sells a 2 field of undug potatoes with payment to be based on crop yield. 3 The basis for payment occurs when quantity and grade for transfer 4 of title is determined.

5 (f) <u>Direct sales by producers</u>. A producer packs and sells 6 potatoes of the producer's own production. The basis for payment 7 occurs when the quantity and grade is determined and the potatoes 8 are sold or delivered for sale.

9 (g) <u>Processor's own production</u>. A processor utilizes pot-10 atoes of the processor's own production in the manufacture of 11 retail products. The basis for payment occurs when a deter-12 mination of quantity and grade is made and potatoes are delivered 13 to the processing plant or placed in storage for processing.

(h) <u>Sales to cooperatives</u>. A producer delivers a crop to a
cooperative either at harvest or from storage. The basis for
payment occurs when the quantity and grade of potatoes is
determined and potatoes are delivered to the cooperative.

(i) <u>Sales by an agent or broker</u>. A broker or designated
handler sells potatoes for producers as the producers' agent or
broker. This may include potatoes graded or packed by the
producer. The basis for payment occurs when the quantity and
grade is determined and potatoes are shipped to the agent or
broker, or other buyer.

(4) Designated handlers shall remit assessments directly to
the department by check, draft, or money order payable to the
board not later than 10 days after the end of the month the
assessment is due and payable.

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1	1 provided in s. 227.026(1), Stats.	
2	2 Dated: <u>march 1</u> , 1	982.
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