

Gen. Ass. 2/27/85 Do Pass 4/8

SENATE FILE 466
BY COMMITTEE ON AGRICULTURE
FORMERLY SSB 253 *Approved (p 241)*

FILED MAR 18 1985

Passed Senate, Date 3-22-85 (p 979) Passed House, Date 4-15-85 (p 1542)
Vote: Ayes 44 Nays 0 Vote: Ayes 93 Nays 0
Approved May 7, 1985

A BILL FOR

1 An Act relating to the bonding requirements for a holder of
2 a permit to sell seed.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S 7 466

1 Section 1. Section 199.16, Code 1985, is amended to read
2 as follows:

3 199.16 PERMIT HOLDER'S BOND.

4 It is unlawful for the permit holder ~~of-any-permit~~ to enter
5 into a contract with a person grower who purchases
6 agricultural seed ~~whereby~~ in which the permit holder agrees to
7 repurchase the seed crop produced from the purchased seed at a
8 price in excess of the current market price ~~at-time-of~~
9 delivery, unless the permit holder has on file with the
10 department a bond, in a penal sum of twenty-five thousand
11 dollars running to the state of Iowa, with sureties approved
12 by the secretary, for the use and benefit of the a person
13 holding the a repurchase contract who might have a cause of
14 action of any nature arising from the purchase or contract.
15 However, the aggregate liability of the surety to ~~the-person~~
16 all purchasers of seed holding repurchase contracts shall not
17 exceed the sum of the bond.

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EXPLANATION

19 This bill relates to the requirement that a holder of a
20 permit to sell seed must have a bond in order to contract to
21 repurchase seed at a price in excess of the current market
22 price. Only one bond is required for each permit holder, and
23 the liability of the surety on each bond is limited to the
24 amount of the bond regardless of how many repurchase contracts
25 are entered into by the permit holder.

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SSB 253

AGRICULTURE: Waldstein, Chair; Hester and A. Miller

SSB 253
Agriculture

SENATE FILE _____

BY (PROPOSED COMMITTEE ON
AGRICULTURE BILL)

*New
SF 466*

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to the bonding requirements for a holder of
2 a permit to sell seeds.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 199.16, Code 1985, is amended to read
2 as follows:

3 199.16 PERMIT HOLDER'S BOND.

4 It is unlawful for the holder of any a permit to enter into
5 a contract with a person who purchases agricultural seed
6 whereby in which the permit holder agrees to repurchase the
7 seed crop produced from the purchased seed at a price in
8 excess of the current market price at time of delivery, unless
9 the permit holder has on file with the department a bond, in a
10 penal sum of twenty-five thousand dollars running to the state
11 of Iowa, with sureties approved by the secretary, for the use
12 and benefit of ~~the-person~~ a purchaser of seed holding the a
13 contract providing for repurchase at a price in excess of the
14 current market price who might have a cause of action of any
15 nature arising from the purchase or contract. However, the
16 aggregate liability of the surety to ~~the-person~~ all purchasers
17 of seed holding contracts providing for repurchase at a price
18 in excess of the current market price shall not exceed the sum
19 of the bond.

20 EXPLANATION

21 This bill relates to the requirement that a holder of a
22 permit to sell seed must have a bond in order to contract to
23 repurchase seed at a price in excess of the current market
24 price at the time of delivery. Only one bond is required for
25 each permit holder, and the liability of the surety on each
26 bond is limited to the amount of the bond regardless of how
27 many contracts are entered into by the permit holder.

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all purchasers of seed holding repurchase contracts shall not exceed the sum of the bond.

SENATE FILE 466

AN ACT

REGATING TO THE BONDING REQUIREMENTS FOR A HOLDER OF A PERMIT TO SELL SEED.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 199.16, Code 1985, is amended to read as follows:

199.16 PERMIT HOLDER'S BOND.

It is unlawful for the permit holder of any permit to enter into a contract with a person grower who purchases agricultural seed whereby in which the permit holder agrees to repurchase the seed crop produced from the purchased seed at a price in excess of the current market price at time of delivery, unless the permit holder has on file with the department a bond, in a penal sum of twenty five thousand dollars running to the state of Iowa, with sureties approved by the secretary, for the use and benefit of the a person holding the a repurchase contract who might have a cause of action of any nature arising from the purchase or contract. However, the aggregate liability of the surety to the person

ROBERT T. ANDERSON
President of the Senate

DONALD D. AVENSON
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 466, Seventy-first General Assembly.

K. MARIE THAYER
Secretary of the Senate

Approved *May 7*, 1985

TERRY E. BRANSTAD
Governor