

**10.12 Multiple interests restricted — penalties.**

1. A civil penalty of not more than one thousand dollars may be imposed on a person who becomes one of the following:

- a. A stockholder of a networking farmers corporation as prohibited in [section 10.4](#).
- b. A member of a networking farmers limited liability company as prohibited in [section 10.6](#).
- c. A member of a farmers cooperative association as prohibited in [section 10.8](#).

2. The person violating the section shall divest the interest held by the person in a farmers entity or authorized entity as is necessary to comply with [this chapter](#), as provided in [section 10.13](#).

[98 Acts, ch 1110, §112, 301](#)