House File 2513 - Introduced

HOUSE FILE 2513
BY COMMITTEE ON AGRICULTURE

(SUCCESSOR TO HSB 687)

A BILL FOR

- 1 An Act authorizing the Iowa sheep and wool promotion board to
- 2 issue orders for the suspension and recommencement of the
- assessment imposed on wool, and including effective date
- 4 provisions.
- 5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

H.F. 2513

- 1 Section 1. <u>NEW SECTION</u>. **182.14A Suspension of wool** 2 assessment.
- 3 The board may issue an order to suspend the imposition
- 4 of the assessment on wool if the board determines that the
- 5 average per pound market value of wool sold by producers to
- 6 first purchasers is equal to or less than the assessment
- 7 rate imposed pursuant to section 182.13B. The board may
- 8 order the termination of the suspension order and recommence
- 9 the imposition of the assessment at any time. However, the
- 10 board shall order the termination of the suspension order and
- ll recommence the imposition of the assessment if it determines
- 12 that the market value of wool as calculated in this section
- 13 will remain more than the assessment rate for the foreseeable
- 14 future. An order issued by the board under this section may
- 15 include any terms or conditions that the board determines
- 16 reasonable.
- 17 Sec. 2. EFFECTIVE DATE. This Act, being deemed of immediate
- 18 importance, takes effect upon enactment.
- 19 EXPLANATION
- 20 The inclusion of this explanation does not constitute agreement with 21 the explanation's substance by the members of the general assembly.
- 22 BACKGROUND. This bill amends Code chapter 182 which
- 23 provides for an assessment (a so-called checkoff) on the sale
- 24 of sheep and wool, which is a self-imposed tax on producers
- 25 collected by first purchasers for remission to the Iowa sheep
- 26 and wool promotion board (board) under a promotional order for
- 27 purposes of promoting the marketing of sheep and wool and to
- 28 provide for related education and research programs. The board
- 29 operates and the assessment is imposed pursuant to a referendum
- 30 approved by producers (Code section 182.12). The assessment
- 31 rate for wool is 2 cents for each pound of wool sold by a
- 32 producer to the first purchaser (Code section 182.13B).
- 33 BILL'S PROVISIONS. The bill authorizes the board to issue an
- 34 order suspending the imposition of the assessment on wool if
- 35 the board determines that the average per pound market value

H.F. 2513

- 1 of the wool sold to first purchasers is equal to or less than
- 2 the assessment rate. The board may later order the termination
- 3 of the suspension order; but must order its termination, and
- 4 recommence the imposition of the assessment, if it determines
- 5 that the market value will remain more than the assessment rate
- 6 for the foreseeable future.
- 7 EFFECTIVE DATE. The bill takes effect upon enactment.