By: Campbell H.B. No. 2133

Substitute the following for H.B. No. 2133:

By: Swinford C.S.H.B. No. 2133

A BILL TO BE ENTITLED

1 AN ACT

2 relating to agriculture and the powers and duties of the Department

- 3 of Agriculture.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 12.034, Agriculture Code, is amended to
- 6 read as follows:
- 7 Sec. 12.034. REFUND OR WAIVER OF FEES. The department by
- 8 rule may provide for:
- 9 (1) the full or partial refund of a fee collected by
- 10 the department;
- 11 (2) the waiver of a licensing, registration, or
- 12 certification fee collected by the department, including any
- 13 related late fee; and
- 14 (3) the waiver of an inspection fee.
- 15 SECTION 2. Section 14.041, Agriculture Code, is amended by
- 16 amending Subsections (a) and (b) and adding Subsection (d) to read
- 17 as follows:
- 18 (a) Except as provided by <u>Subsections</u> [<u>Subsection</u>] (c) <u>and</u>
- 19 (d), an applicant for a license must file or have on file with the
- 20 department a certificate of insurance evidencing that:
- 21 (1) the applicant has an effective policy of insurance
- 22 issued by an insurance company authorized to do business in this
- 23 state or, with the approval of the department, by an eligible
- 24 surplus lines insurer that meets the requirements of Article

- 1 1.14-2, Insurance Code, and rules adopted by the commissioner under
- 2 that article; and
- 3 (2) the policy insures, in the name of the applicant,
- 4 all depositor grain that is or may be in the public grain warehouse
- 5 for its full market value against loss by or due to water or other
- 6 fluid resulting from an insured peril, excluding flood and other
- 7 rising waters resulting from natural causes, malicious mischief,
- 8 vandalism, [theft, intentional waste or destruction,] smoke, fire,
- 9 internal explosion, lightning, hail, windstorm, hurricane, or
- 10 tornado.
- 11 (b) If water or other fluid <u>resulting from an insured peril</u>,
- 12 excluding flood and other rising waters resulting from natural
- 13 causes, malicious mischief, vandalism, [theft, intentional waste
- 14 or destruction, smoke, fire, internal explosion, lightning, hail,
- 15 windstorm, hurricane, or tornado destroys or damages grain in a
- 16 public grain warehouse, the warehouse operator shall, on demand by
- 17 the depositor and presentation of a receipt or other evidence of
- 18 ownership, make settlement with the depositor of the grain. The
- 19 amount of the settlement shall be the average price paid for grain
- of the same grade and quality on the date of the loss at the location
- 21 of the warehouse, minus the warehouse operator's charges and
- 22 advances. If a settlement is not made before the 31st day following
- 23 the date of demand, the depositor is entitled to seek recovery from
- the insurance company.
- 25 (d) An applicant for a license shall insure depositor grain
- 26 for its full market value against loss by or due to fire or
- 27 windstorm if the grain is in temporary or emergency storage. The

- C.S.H.B. No. 2133
- 1 certificate required under Subsection (a) must evidence that the
- 2 applicant has an effective policy of insurance under this
- 3 subsection before the applicant may store depositor grain in
- 4 temporary or emergency storage.
- 5 SECTION 3. Section 18.071, Agriculture Code, is amended to
- 6 read as follows:
- 7 Sec. 18.071. AGRICULTURAL CERTIFICATION. The department
- 8 may establish [voluntary] certification programs under this
- 9 subchapter relating to the protection, sale, advertising,
- 10 marketing, or related production processes in this state.
- 11 SECTION 4. Sections 71.051(a) and (c), Agriculture Code,
- 12 are amended to read as follows:
- (a) Except as otherwise provided by department rule, a [A]
- 14 person may not ship a nursery product or florist item into this
- 15 state without first obtaining [filing with the department] a
- 16 certificate of inspection issued by the proper authority of the
- 17 state from which the shipment originates.
- 18 (c) Except as otherwise provided by department rule, each
- 19 [Each] car, box, bale, or package of a nursery product or florist
- 20 item shipped into this state shall bear a tag printed with a copy of
- 21 the certificate of inspection from the originating state.
- SECTION 5. Section 71.051, Agriculture Code, as amended by
- 23 this Act, applies only to an item shipped into this state that
- enters the state on or after September 1, 2003.
- 25 SECTION 6. This Act takes effect September 1, 2003.