1	AN ACT
2	relating to the food and fibers research grant program and to the
3	transfer of the powers and duties of the Texas Food and Fibers
4	Commission to the Food and Fibers Research Council.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. The heading to Chapter 42, Agriculture Code, is
7	amended to read as follows:
8	CHAPTER 42. [TEXAS] FOOD AND FIBERS RESEARCH
9	GRANT PROGRAM [COMMISSION]
10	SECTION 2. Section 42.001, Agriculture Code, is amended to
11	read as follows:
12	Sec. 42.001. <u>PURPOSE</u> [ <del>POLICY</del> ]. The <u>food and fibers</u>
13	research grant program [ <del>purpose of the Texas Food and Fibers</del>
14	Commission] is a program in the department to assist the fibers and
15	oilseeds industries in this state by identifying and obtaining
16	available funding from public and private entities, including
17	federal agencies and state agencies in this and other states, for
18	the support of applied research related to fibers and oilseeds
19	[contract with universities engaged in agricultural research in the
20	state to conduct surveys, research, and investigations relating to
21	the production and increased use of cotton, oilseed products, wool,
22	mohair, and other textile products].
23	SECTION 3. Chapter 42, Agriculture Code, is amended by
24	adding Section 42.0015 to read as follows:

1	Sec. 42.0015. DEFINITIONS. In this chapter:
2	(1) "Council" means the Food and Fibers Research
3	<u>Council.</u>
4	(2) "Program" means the food and fibers research grant
5	program.
6	SECTION 4. Sections 42.002-42.004 and 42.008, Agriculture
7	Code, are amended to read as follows:
8	Sec. 42.002. ORGANIZATION. The [ <del>Texas</del> ] Food and Fibers
9	<u>Research Council</u> [ <del>Commission</del> ] is composed of <u>the following members</u>
10	appointed by the commissioner:
11	(1) the commissioner or the commissioner's designee
12	[the chancellor of The Texas A&M University System];
13	(2) two representatives of the Texas Cotton Producers
14	Association [the president of The University of Texas at Austin];
15	(3) <u>a representative of the Texas Cotton Association</u>
16	[the president of Texas Tech University]; [and]
17	(4) <u>a representative of the Texas Cotton Ginners</u>
18	Association;
19	(5) a representative of the Texas Independent Ginners
20	Association;
21	(6) a representative of the Texas Agriculture
22	<u>Cooperative Council;</u>
23	(7) a representative of the Mohair Council of America;
24	(8) a representative of the Texas Sheep and Goat
25	Raisers Association;
26	(9) a Texas representative of the National Cottonseed
27	Products Association;

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1	(10) a Texas representative of the Southwest Peanut
2	Growers Association;
3	(11) a representative of the textile or fashion
4	industry; and
5	(12) a representative of the food processing industry
6	[the president of Texas Woman's University].
7	Sec. 42.003. ADMINISTRATION. (a) <u>Members of the council</u>
8	serve staggered six-year terms, with as near as possible to
9	one-third of the members' terms expiring on February 1 of each
10	odd-numbered year. [Each member of the commission shall serve a
11	two-year term as chairman, rotating the service in the order in
12	which the members are listed in Section 42.002. A person may not
13	serve as a member of the commission or act as the general counsel to
14	the commission if the person is required to register as a lobbyist
15	under Chapter 305, Government Code, because of the person's
16	activities for compensation on behalf of a profession related to
17	the operation of the commission.]
18	(b) The commissioner or the commissioner's designee serves
19	as presiding officer of the council.
20	<u>(c)</u> The <u>council</u> [ <del>commission</del> ] shall meet at least once each
21	year at a time designated by the <u>presiding officer</u> [ <del>chairman</del> ].
22	[ <del>(c) Each member of the commission shall designate a person</del>
23	on his or her staff as a liaison officer to work with commission
24	committees, commission staff, and agencies contracting or
25	consulting with the commission.]
26	(d) <u>Members of the council are not entitled to compensation</u>
27	for service on the council or reimbursement for travel expenses

incurred by the member while conducting council business. 1 [<del>The</del> executive director of the commission shall coordinate the 2 operations of the committees and staff personnel and shall oversee 3 4 the work done for the commission by contracting or consulting 5 agencies.] 6 (e) The commissioner shall provide the council with 7 necessary staff and resources to administer the program, as determined by the commissioner. The commissioner may also appoint 8 9 or employ consultants or other agents as necessary for the business 10 of the program. (f) The commissioner may [commission shall] adopt rules 11 necessary to administer this chapter [for commission and committee 12 proceedings, including rules that prescribe the policies and 13 procedures to be followed in awarding contracts]. 14 15 Sec. 42.004. POWERS AND DUTIES. (a) The council [commission] shall administer the program to provide funding for 16 17 [conduct] surveys, research, and investigations relating to the use of cotton fiber, cottonseed, oilseed products, other products of 18 the cotton plant, wool, mohair, and other textile products. 19 The department [Rules adopted by the commission must 20 (b) 21 require the submission of summaries of research being conducted or previously conducted at institutions of The Texas A & M University 22 System or at The University of Texas at Austin, Texas Tech 23 24 University, or Texas Woman's University that are similar to proposals submitted to the commission for research funding. The 25 rules must also require the submission of reports of marketing 26 activities of the departments of agriculture and commerce that are 27

1	related to proposals submitted to the commission for research
2	funding. To improve coordination and prevent duplication of
3	research, the commission shall consider the summaries and reports
4	before awarding a contract for research.
5	[ <del>(c) In performing its functions, the commission</del> ] may
6	contract with any state [ <del>educational</del> ] institution <u>of higher</u>
7	education, state agency, or federal agricultural agency to perform
8	services for the <u>council</u> [ <del>commission</del> ] or for the use of the
9	facilities of the agency. [The commission may compensate the
10	contracting agency from money appropriated for the purposes of this
11	chapter.]

12 (c) [(d)] The awarding of program grant funds under this 13 chapter [contracts by the commission] is restricted to [contracts 14 for] surveys, research, or investigations of cotton, cottonseed oil 15 or other related oilseed products, wool, mohair, or other related 16 textile products, unless otherwise specifically provided by the 17 terms of the grant.

18 [(e) The commission shall give priority in the awarding of 19 contracts under this chapter to contracts for production research, 20 but the commission may award a research contract for marketing 21 processes. The commission may not award a contract for a direct 22 marketing or other promotional program.

23 [(f) The commission shall develop and implement policies 24 that provide the public with a reasonable opportunity to appear 25 before the commission and to speak on any issue under the 26 jurisdiction of the commission.]

27 Sec. 42.008. FINANCES. (a) The <u>council and the department</u>

[commission] may <u>solicit and</u> accept, for the purposes of this chapter, gifts, <u>donations</u>, and grants from <u>public</u> [the United <u>States</u>] and [from] private sources, subject only to limitations contained in the gift, <u>donation</u>, or grant.

5 (b) [The commission shall prepare annually a complete and 6 detailed written report accounting for all funds received and 7 disbursed by the commission during the preceding fiscal year. The 8 annual report must meet the reporting requirements applicable to 9 financial reporting provided in the General Appropriations Act.

10 [(c)] Funds appropriated for the purposes of this chapter 11 shall be expended at the direction of the <u>council</u> [<del>commission</del>] on 12 claims approved by <u>the council</u> [<del>a majority of the commission</del>].

13 (c) [(d)] The total amount of appropriations, exclusive of 14 legislative appropriations of gifts from private sources, expended 15 or encumbered by the <u>council</u> [commission] for purposes of research 16 during a fiscal biennium may not exceed the amount of private gifts, 17 <u>donations</u>, or grants to the <u>council</u> [commission] expended or 18 encumbered for research during the same period.

19 (d) [(e)] All money paid to the <u>council</u> [commission] under 20 this chapter is subject to Subchapter F, Chapter 404, Government 21 Code.

22 SECTION 5. Sections 42.005-42.007 and 42.009-42.011,
23 Agriculture Code, are repealed.

SECTION 6. (a) The Texas Food and Fibers Commission is abolished on January 1, 2006. On that date, all contracts, records, employees, property, and unspent and unobligated appropriations and other funds of the Texas Food and Fibers Commission are

1 transferred to the Department of Agriculture for administration of 2 the food and fibers research grant program.

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3 (b) The abolishment of the Texas Food and Fibers Commission 4 does not affect the validity of a right, privilege, or obligation 5 accrued, a contract or acquisition made, a liability incurred, or 6 other action taken by or in connection with the Texas Food and 7 Fibers Commission.

8 SECTION 7. As soon as practicable after the effective date 9 of this Act, the commissioner of agriculture shall appoint the initial members of the Food and Fibers Research Council, as 10 required by Section 42.002, Agriculture Code, as amended by this 11 Act. At the first meeting of the initial members of the council, 12 the members shall draw lots to determine which four members will 13 14 serve initial two-year terms expiring February 1, 2007, which four members will serve initial four-year terms expiring February 1, 15 2009, and which four members will serve initial six-year terms 16 17 expiring February 1, 2011.

18 SECTION 8. This Act takes effect immediately if it receives 19 a vote of two-thirds of all the members elected to each house, as 20 provided by Section 39, Article III, Texas Constitution. If this 21 Act does not receive the vote necessary for immediate effect, this 22 Act takes effect September 1, 2005.

President of the Senate

Speaker of the House

I certify that H.B. No. 373 was passed by the House on March 29, 2005, by the following vote: Yeas 141, Nays 0, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 373 was passed by the Senate on May 17, 2005, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED:

Date

Governor