By: Hardcastle H.B. No. 2334

Substitute the following for H.B. No. 2334:

By: Hardcastle C.S.H.B. No. 2334

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the operation by the Department of Agriculture of
- 3 programs for rural economic development and the marketing and
- 4 promotion of agricultural and other products grown, processed, or
- 5 produced in this state.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Section 12.027, Agriculture Code, is amended by
- 8 adding Subsections (d), (e), and (f) to read as follows:
- 9 <u>(d)</u> The department by rule may charge a membership fee to
- 10 <u>each participant in the program.</u>
- 11 (e) The department may adopt rules as necessary to
- 12 administer the program, including rules regarding the use of any
- 13 state or federally registered trademarks, certification marks, or
- 14 service marks of the department.
- 15 (f) The department may revoke a participant's certificate
- 16 of registration or license issued under the program if the
- 17 participant fails to comply with a rule adopted by the department.
- 18 SECTION 2. The heading to Section 12.031, Agriculture Code,
- 19 is amended to read as follows:
- Sec. 12.031. <u>ADVERTISING</u>, PUBLICATIONS, AND [PUBLICATION]
- 21 FEES.
- SECTION 3. Section 12.031, Agriculture Code, is amended by
- 23 adding Subsections (a-1) and (c-1) and amending Subsections (b),
- 24 (c), and (d) to read as follows:

- 1 (a-1) In order to market and promote agricultural and other
- 2 products grown, processed, or produced in this state, the
- 3 department may create, distribute, and provide informational
- 4 materials to the public in any type of media format.
- 5 (b) In order to recover the costs of administering
- 6 activities under Sections 12.002, 12.0175, 46.0095, 47.052, and
- 7 50B.001, the [The] department may sell advertising and assess and
- 8 collect fees, revenues, and [receive] royalties on
- 9 department-owned content, information, or materials described by
- 10 Subsections (a) and (a-1), including the department's state or
- 11 federally registered certification marks, service marks, and
- 12 trademarks [that are sold or supplied to others by the department
- 13 for publication].
- 14 (c) The department may enter into [contractual] agreements
- 15 with private entities and local, state, federal, or foreign
- 16 governmental entities for publication of information concerning
- 17 agriculture, horticulture, or related industries.
- 18 (c-1) The department may collect an event fee or a royalty
- 19 for the marketing and promotional activities authorized by:
- 20 (1) this chapter;
- 21 <u>(2)</u> Chapter 46;
- 22 <u>(3) Chapter 47; or</u>
- 23 <u>(4) Chapter 50B.</u>
- 24 (d) Money received under this section shall be deposited in
- 25 the State Treasury and may be appropriated only to the department
- 26 for the department's activities or programs relating to the
- 27 marketing and promotion of agriculture, horticulture, and other

- 1 industries that grow, process, or produce products in this state
- 2 [to the credit of the fund from which expenses for the publication
- 3 were paid].
- 4 SECTION 4. Section 46.0095, Agriculture Code, is amended to
- 5 read as follows:
- 6 Sec. 46.0095. SALE OF PROMOTIONAL ITEMS OR PROGRAM
- 7 MERCHANDISE. (a) The department may sell or contract for the sale
- 8 of "Go Texan" promotional items and program merchandise, including
- 9 clothing, posters, and banners, in order [designed] to encourage
- 10 the marketing and promotion of [promote Texas] agricultural and
- 11 other products grown, processed, or produced in this state. The
- 12 department may use any available means, including direct marketing,
- 13 <u>mail, the</u> [its] Internet, and any other media format [website] to
- 14 advertise and sell those items.
- 15 (b) Money received from the sale of promotional items <u>and</u>
- 16 program merchandise under this section may be appropriated only to
- 17 the department for the department's activities or programs relating
- 18 to the marketing and promotion of agricultural and other products
- 19 grown, processed, or produced in this state [shall be deposited to
- 20 the credit of the "Go Texan" partner program account in the general
- 21 revenue fund].
- 22 SECTION 5. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2011.