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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the administration of the citrus budwood certification
3	program and the creation of the citrus nursery stock certification
4	program; providing civil, criminal, and administrative penalties
5	and authorizing fees.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. The heading to Chapter 19, Agriculture Code, is
8	amended to read as follows:
9	CHAPTER 19. CITRUS BUDWOOD AND CITRUS NURSERY STOCK CERTIFICATION
10	PROGRAMS [PROGRAM]
11	SECTION 2. Section 19.001, Agriculture Code, is amended to
12	read as follows:
13	Sec. 19.001. PURPOSE. The purpose of this chapter is to:
14	(1) establish a certified citrus budwood program to
15	produce citrus trees that are horticulturally sound, are free from
16	virus and other recognizable bud-transmissible diseases, and are of
17	an assured type of citrus variety;

- citrus nursery stock sold in the citrus zone as part of an effort to 19
- 20 produce citrus trees that are free from pathogens, including citrus
- greening disease, which is spread by the Asian citrus psyllid; 21
- 22 (3) provide standards for foundation groves,
- certified citrus nurseries, and certified citrus nursery trees; and 23
- 24 (4)  $[\frac{3}{3}]$  provide for an advisory council to make

- 1 recommendations on the implementation of the programs [program].
- 2 SECTION 3. Section 19.002, Agriculture Code, is amended by
- 3 adding Subdivisions (1-a), (2-a), (2-b), and (5-a) and amending
- 4 Subdivisions (4) and (5) to read as follows:
- 5 (1-a) "Asian citrus psyllid" has the meaning assigned
- 6 <u>by Section 80.003.</u>
- 7 (2-a) "Certified citrus nursery" means a nursery that
- 8 meets standards required by the department for production of citrus
- 9 nursery stock free from pests of citrus.
- 10 (2-b) "Certified citrus nursery stock" means citrus
- 11 <u>nursery stock propagated from cuttings or by budding, grafting, or</u>
- 12 <u>air-layering</u> and grown from certified citrus budwood that meets
- 13 standards required by the department for assurance of type of
- 14 citrus variety and for freedom from dangerous pathogens.
- 15 (4) "Citrus grower" means a citrus producer growing
- 16 and producing citrus <u>nursery stock</u> for commercial <u>or retail</u>
- 17 marketing purposes.
- 18 (5) "Citrus nursery" means a producer of citrus
- 19 trees  $[\tau]$  propagated through the budding or grafting of citrus trees
- 20 using certified citrus budwood.
- 21 (5-a) "Citrus nursery stock" means citrus plants to be
- 22 used in a commercial or noncommercial setting.
- SECTION 4. Section 19.003, Agriculture Code, is amended to
- 24 read as follows:
- Sec. 19.003. SCOPE. Except as otherwise provided by this
- 26 chapter, this [This] chapter applies to all citrus nurseries and
- 27 citrus growers.

- 1 SECTION 5. Chapter 19, Agriculture Code, is amended by
- 2 adding Sections 19.0031 and 19.0041 to read as follows:
- 3 Sec. 19.0031. CITRUS ZONE. The following counties are
- 4 designated as the citrus zone of this state for the purpose of this
- 5 chapter: Brooks, Cameron, Hidalgo, Jim Hogg, Kenedy, Starr,
- 6 Willacy, and Zapata.
- 7 Sec. 19.0041. CITRUS NURSERY STOCK CERTIFICATION PROGRAM.
- 8 (a) The citrus nursery stock certification program is
- 9 <u>established</u>. The department administers the program.
- 10 (b) The department shall accomplish the purposes of the
- 11 program through the certification of nurseries growing or selling
- 12 citrus nursery stock in the citrus zone.
- (c) All citrus nursery stock grown in or sold in the citrus
- 20ne must be grown in a certified citrus nursery.
- 15 (d) The department, in consultation with the advisory
- 16 council, shall set standards for certified citrus nurseries and
- 17 citrus nursery stock certification, and shall inspect citrus
- 18 nurseries and the records of citrus nurseries to ensure that citrus
- 19 nurseries comply with the provisions of the citrus nursery stock
- 20 <u>certification program.</u>
- 21 (e) The department shall provide for an annual renewal of a
- 22 <u>certificate</u> for a certified citrus nursery, including the
- 23 <u>imposition of applicable fees.</u> The department shall renew the
- 24 certificate if the nursery maintains the standards set by the
- 25 department under Subsection (d).
- SECTION 6. Section 19.006, Agriculture Code, is amended to
- 27 read as follows:

- 1 Sec. 19.006. RULES. The department, with the advice of the
- 2 advisory council, shall adopt standards and rules:
- 3 (1) necessary to administer the citrus budwood
- 4 certification program and the citrus nursery certification
- 5 program; [and]
- 6 (2) to regulate the sale of citrus budwood and citrus
- 7 nursery trees as supplies of certified citrus budwood and certified
- 8 citrus nursery trees become available; and
- 9 <u>(3) requiring citrus nursery stock sold in the citrus</u>
- 10 zone to be propagated:
- 11 (A) using certified citrus budwood; and
- 12 (B) in an enclosed structure that:
- 13 (i) is built to specifications as
- 14 determined by department rule; and
- 15 (ii) has a top and sides that are built to
- 16 exclude insects that may transmit citrus pathogens.
- 17 SECTION 7. Sections 19.007, 19.008, 19.009, 19.010, and
- 18 19.011, Agriculture Code, are amended to read as follows:
- 19 Sec. 19.007. CERTIFICATION STANDARDS. (a) The department
- 20 shall establish:
- 21 (1) the certification standards for genetic purity for
- 22 varieties of citrus budwood by type;
- 23 (2) procedures that must be followed to prevent the
- 24 introduction of dangerous citrus pathogens into budwood stock from
- 25 and in foundation groves;
- 26 (3) procedures for certification of citrus budwood
- 27 grown in foundation groves; and

2	and citrus nursery trees.
3	(b) The department shall establish standards and procedures
4	for:
5	(1) inspecting and testing for diseases, using current
6	technologies in disease diagnosis, and for desirable horticultural
7	characteristics of citrus budwood grown in designated foundation
8	groves;
9	(2) certifying citrus budwood and citrus nurseries
10	meeting requirements established under this chapter;
11	(3) maintaining a source of citrus budwood of superior
12	tested varieties for distribution to the citrus industry;
13	(4) verifying propagation of citrus varieties and
14	special rootstocks for growers on request, including an inspection
15	of the citrus nursery's books and records; [and]
16	(5) maintaining appropriate records required for
17	participation in the citrus budwood certification and citrus
18	<pre>nursery stock certification programs;</pre>
19	(6) inspecting citrus nurseries to ensure that the
20	structures in which citrus nursery stock is propagated meet
21	standards set by the department, including standards for:
22	<u>(A) size;</u>
23	(B) construction;
24	(C) insect resistance;
25	(D) citrus nursery sanitation;
26	(E) movement of the citrus nursery stock from one
27	structure to another at the nursery;

(4) procedures for certification of citrus nurseries

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- (F) proximity to nearby citrus groves; and

  (G) other standards for the operation
- 2 (G) other standards for the operation of a
- 3 certified nursery as may be required by the department; and
- 4 (7) requiring each citrus nursery to submit source
- 5 tree bud cutting reports to the department not later than the 30th
- 6 day after citrus trees are budded [program].
- 7 Sec. 19.008. APPLYING FOR FOUNDATION GROVE DESIGNATION,
- 8 [AND] BUDWOOD CERTIFICATION, AND CITRUS NURSERY CERTIFICATION.
- 9 (a) A person who desires to operate a foundation grove and produce
- 10 certified citrus budwood for sale to the citrus industry must
- 11 [shall] apply for foundation grove designation and citrus budwood
- 12 certification in accordance with rules adopted by the department.
- 13 (b) A person who desires to operate a citrus nursery to
- 14 propagate citrus nursery stock for sale in the citrus zone must
- 15 apply for citrus nursery certification in accordance with rules
- 16 adopted by the department.
- 17 Sec. 19.009. REVOCATION. The department shall establish
- 18 rules regarding the revocation of foundation grove designation,
- 19 [and] citrus budwood certification, and citrus nursery
- 20 certification.
- Sec. 19.010. PROGRAM COST; FEES; ACCOUNT. (a) The
- 22 department shall set and collect fees from persons applying for
- 23 foundation grove designation, [or] citrus budwood certification,
- 24 or citrus nursery certification. The department shall set the fees
- 25 in an amount that recovers the department's costs in administering
- 26 <u>and enforcing</u> the citrus budwood certification program <u>and the</u>
- 27 citrus nursery certification program. The department may also

- 1 accept funds from the citrus industry or other interested persons
- 2 to cover the costs of administering the <a href="mailto:programs">programs</a> [program].
- 3 (b) All fees and funds collected or contributed under this
- 4 section shall be deposited to the credit of an account in the
- 5 general revenue fund. Money in the account may be appropriated only
- 6 to the department for the purpose of administering and enforcing
- 7 this chapter.
- 8 Sec. 19.011. STOP-SALE ORDER. (a) If a person offers
- 9 citrus budwood or a citrus nursery tree for sale falsely claiming
- 10 that it is certified, [or] that it comes from a designated
- 11 foundation grove, or that it comes from a certified citrus nursery,
- 12 or offers citrus budwood, [əx] a citrus nursery tree, or citrus
- 13 nursery stock for sale in violation of rules adopted under this
- 14 chapter, the department may issue a written order to stop the sale
- 15 of that citrus budwood, [ex] citrus nursery tree, or citrus nursery
- 16 <u>stock</u>. A person may not sell citrus budwood<u>,</u> [<del>or</del>] a citrus nursery
- 17 tree, or citrus nursery stock that is subject to a stop-sale order
- 18 under this section until:
- 19 (1) the sale is permitted by a court under Subsection
- 20 (b); or
- 21 (2) the department determines that the sale of the
- 22 citrus budwood, [ex] citrus nursery tree, or citrus nursery stock
- 23 is in compliance with this chapter and rules adopted under this
- 24 chapter.
- 25 (a-1) The department may issue a written order to stop the
- 26 <u>sale of citrus nursery stock from a citrus nursery or to stop the</u>
- 27 operation of all or part of a citrus nursery if a person propagates

- 1 citrus nursery stock in a citrus nursery for sale in the citrus zone
- 2 <u>and:</u>
- 3 (1) the person falsely claims that the citrus nursery
- 4 is certified; or
- 5 (2) if the citrus nursery is certified, the person
- 6 fails to comply with the rules adopted under this chapter.
- 7 (a-2) A person may not sell citrus nursery stock out of a
- 8 citrus nursery, or operate a citrus nursery or a part of a citrus
- 9 nursery, that is subject to a stop-sale order under this section
- 10 until:
- 11 (1) the sale is permitted by a court under Subsection
- 12 <u>(b); or</u>
- 13 (2) the department determines that the citrus nursery
- 14 is in compliance with this chapter and rules adopted under this
- 15 chapter.
- 16 (b) The person named in the order may bring suit in a court
- in the county where the citrus budwood, [ex] citrus nursery tree, or
- 18 citrus nursery subject to the stop-sale order is located. After a
- 19 hearing, the court may, as applicable, permit the citrus budwood or
- 20 citrus nursery tree to be sold, or permit the citrus nursery to
- 21 continue operations, if the court finds, as applicable, the citrus
- 22 budwood or citrus nursery tree is not being offered for sale or that
- 23 the citrus nursery is not operating in violation of this chapter.
- (c) This section does not limit the department's right to
- 25 act under another section of this chapter.
- 26 (d) The department shall inspect each citrus nursery in the
- 27 citrus zone not less than once every two months in order to enforce

- 1 this section.
- 2 SECTION 8. Subsection (a), Section 19.012, Agriculture
- 3 Code, is amended to read as follows:
- 4 (a) A person commits an offense if the person:
- 5 (1) sells or offers to sell citrus budwood, [or] a
- 6 citrus nursery tree, or citrus nursery stock falsely claiming that
- 7 it is certified or that it comes from a designated foundation grove
- 8 or a certified citrus nursery;
- 9 (2) uses, for commercial purposes, citrus budwood that
- 10 is required by department rule to be certified and is not certified
- 11 or does not come from a designated foundation grove; [or]
- 12 (3) <u>sells or offers to sell in the citrus zone citrus</u>
- 13 <u>nursery stock that has not been propagated in a certified citrus</u>
- 14 nursery;
- 15 (4) operates, in the citrus zone for the propagation
- 16 of citrus nursery stock, a citrus nursery that is not a certified
- 17 citrus nursery or that is not in compliance with this chapter or a
- 18 rule adopted under this chapter;
- 19 (5) operates, outside of the citrus zone for the
- 20 propagation of citrus nursery stock for sale in the citrus zone, a
- 21 citrus nursery that is not a certified citrus nursery or that is not
- 22 <u>in compliance with this chapter or a rule adopted under this</u>
- 23 chapter; or
- 24 (6) fails to comply with an order of the department
- 25 issued under this chapter.
- SECTION 9. Subsections (a) and (c), Section 19.013,
- 27 Agriculture Code, are amended to read as follows:

- 1 (a) A person who violates this chapter, a rule adopted under
- 2 this chapter, or an order adopted under this chapter is liable to
- 3 the state for a civil penalty not to exceed \$500 for each violation.
- 4 Each day a violation continues is a separate violation for purposes
- 5 of civil penalty assessment.
- 6 (c) A civil penalty collected under this section in a suit
- 7 filed by the attorney general shall be deposited to the credit of an
- 8 <u>account</u> in the general revenue fund. A civil penalty collected
- 9 under this section in a suit filed by a county or district attorney
- 10 shall be divided between the state and the county in which the
- 11 county or district attorney brought suit, with 50 percent of the
- 12 amount collected paid to the state for deposit to the credit of an
- 13 account in the general revenue fund and 50 percent of the amount
- 14 collected paid to the county. Funds credited to the account in the
- 15 general revenue fund may be appropriated only to the department for
- 16 purposes of administering and enforcing this chapter and rules
- 17 <u>adopted under this chapter.</u>
- 18 SECTION 10. Section 19.014, Agriculture Code, is amended to
- 19 read as follows:
- Sec. 19.014. ADMINISTRATIVE PENALTIES. The department may
- 21 assess an administrative penalty under Chapter 12 for a violation
- 22 of this chapter if the department finds that a person:
- (1) sells or offers to sell citrus budwood<sub> $\underline{\prime}$ </sub> [ $\frac{\text{or}}{\text{or}}$ ] a
- 24 citrus nursery tree, or citrus nursery stock falsely claiming that
- 25 it is certified or that it comes from a designated foundation grove
- 26 or a certified citrus nursery under this chapter;
- 27 (2) uses citrus budwood in violation of rules adopted

- 1 under this chapter;
- 2 (3) uses, for commercial purposes, citrus budwood that
- 3 is required by department rule to be certified and is not certified
- 4 or does not come from a designated foundation grove; [or]
- 5 (4) sells or offers to sell citrus nursery stock in the
- 6 citrus zone falsely claiming that the citrus nursery stock was
- 7 propagated in a certified citrus nursery;
- 8 (5) operates, in the citrus zone for the propagation
- 9 of citrus nursery stock, a citrus nursery that is not a certified
- 10 citrus nursery or that is not in compliance with this chapter or a
- 11 rule adopted under this chapter;
- 12 (6) operates, outside of the citrus zone for the
- 13 propagation of citrus nursery stock for sale in the citrus zone, a
- 14 citrus nursery that is not a certified citrus nursery or that is not
- 15 in compliance with this chapter or a rule adopted under this
- 16 chapter; or
- 17  $\underline{(7)}$  fails to comply with an order of the department
- 18 issued under this chapter.
- 19 SECTION 11. Not later than October 1, 2013, the Department
- 20 of Agriculture shall adopt rules to administer Chapter 19,
- 21 Agriculture Code, as amended by this Act.
- 22 SECTION 12. The changes in law made by this Act apply only
- 23 to an offense committed on or after the effective date of this Act.
- 24 An offense committed before the effective date of this Act is
- 25 covered by the law in effect when the offense was committed, and the
- 26 former law is continued in effect for that purpose. For purposes of
- 27 this section, an offense was committed before the effective date of

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- 1 this Act if any element of the offense was committed before that
- 2 date.
- 3 SECTION 13. The changes in law made by this Act apply only
- 4 to a violation committed on or after the effective date of this Act.
- 5 A violation committed before the effective date of this Act is
- 6 covered by the law in effect when the violation was committed, and
- 7 the former law is continued in effect for that purpose.
- 8 SECTION 14. This Act takes effect September 1, 2013.