

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1997

H

5

HOUSE BILL 1529

Committee Substitute Favorable 6/4/98

Committee Substitute #2 Favorable 6/30/98

Fourth Edition Engrossed 7/9/98

Senate Agriculture/Environment/Natural Resources Committee Substitute Adopted  
7/22/98

Short Title: Horse Promotion Assessment.

(Public)

---

Sponsors:

---

Referred to:

---

May 27, 1998

A BILL TO BE ENTITLED

AN ACT TO PROVIDE FOR A HORSE PROMOTION ASSESSMENT.

The General Assembly of North Carolina enacts:

Section 1. Chapter 106 of the General Statutes is amended by adding a new  
Article to read:

**“ARTICLE 69.**

**“HORSE INDUSTRY PROMOTION ACT.**

**“§ 106-820. Title.**

This Article may be cited as the Horse Industry Promotion Act.

**“§ 106-821. Findings.**

The General Assembly finds that the horse industry makes an important contribution to the State's economy, and that it is appropriate for the State to provide a means for horse owners to voluntarily assess themselves in order to provide funds to promote the interests of the horse industry.

**“§ 106-822. Definitions.**

1       As used in this Article:

- 2           (1)   'Commercial horse feed' means any commercial feed, as defined in G.S.  
3                   106-284.33, labeled for equine use.
- 4           (2)   'Council' means the North Carolina Horse Council.
- 5           (3)   'Department' means the Department of Agriculture and Consumer  
6                   Services.
- 7           (4)   'Equine' means a horse, pony, mule, donkey, or hinny.
- 8           (5)   'Horse owner' means a person who (i) is a North Carolina resident and  
9                   (ii) owns or leases an equine or has a financial interest in equines or an  
10                  equine operation.

11    **"§ 106-823. Referendum.**

12       (a)   The Council may conduct a referendum among horse owners upon the question  
13       of whether an assessment shall be levied consistent with this Article.

14       (b)   The Council shall determine all of the following:

- 15           (1)   The amount of the proposed assessment, not to exceed two dollars  
16                   (\$2.00) per ton of commercial horse feed.
- 17           (2)   The period for which the assessment shall be levied, not to exceed three  
18                   years.
- 19           (3)   The time and place of the referendum.
- 20           (4)   Procedures for conducting the referendum and counting votes.
- 21           (5)   Any other matters pertaining to the referendum.

22       (c)   The amount of the proposed assessment and the method of collection shall be  
23       set forth on the ballot.

24       (d)   All horse owners are eligible to vote in the referendum. Any questions  
25       concerning eligibility to vote shall be resolved by the board of directors of the Council.

26    **"§ 106-824. Majority vote required; collection of assessment.**

27       (a)   The assessment shall not be collected unless a majority of the votes cast in the  
28       referendum are in favor of the assessment. If a majority of the votes cast in the  
29       referendum are in favor of the assessment, the Department shall notify all commercial  
30       horse feed manufacturers and distributors of the assessment. The assessment shall apply  
31       to all commercial horse feed subject to the provisions of G.S. 106-284.40(b), and the  
32       assessment shall be remitted to the Department with the inspection fee imposed by G.S.  
33       106-284.40. The Department shall provide forms for reporting the assessment. Persons  
34       who purchase commercial horse feed on which the assessment has not been paid shall  
35       report these purchases and pay the assessment to the Department.

36       (b)   The Council may bring an action to collect unpaid assessments against any  
37       horse owner, feed manufacturer, or distributor who fails to pay the assessment and, if  
38       successful, shall recover the cost of such action, including attorneys' fees.

39    **"§ 106-825. Use of funds; refunds.**

40       (a)   The Department shall remit all funds collected under this Article to the Council  
41       at least quarterly. The Council shall use these funds to promote the interests of the horse  
42       industry and may use these funds for those administrative expenses that are reasonably  
43       necessary to carry out this function.

1       (b) Any person who purchases commercial horse feed upon which the assessment  
2 has been paid shall have the right to receive a refund of the assessment by making  
3 demand in writing to the Council within 30 days of purchase of the feed. This demand  
4 shall be accompanied by proof of purchase satisfactory to the Council."

5           Section 2. G.S. 106-550 reads as rewritten:

6 **"§ 106-550. Policy as to promotion of use of, and markets for, farm products.**

7       It is declared to be in the interest of the public welfare that the North Carolina farmers  
8 who are producers of livestock, poultry, field crops and other agricultural products,  
9 including cattle, sheep, broilers, turkeys, commercial eggs, peanuts, cotton, potatoes,  
10 sweet potatoes, peaches, apples, berries, vegetables and other fruits of all kinds, as well  
11 as bulbs and flowers and other agricultural products having a domestic or foreign market,  
12 shall be permitted and encouraged to act jointly and in cooperation with growers,  
13 handlers, dealers and processors of such products in promoting and stimulating, by  
14 advertising and other methods, the increased production, use and sale, domestic and  
15 foreign, of any and all of such agricultural commodities. The provisions of this Article,  
16 however, shall not include the agricultural products of tobacco, strawberries, strawberry  
17 plants, ~~or~~ porcine animals, or horses, with respect to which separate provisions have been  
18 made."

19           Section 3. This act is effective when it becomes law.