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DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO.

Wyoming meat packing initiative.

Sponsored by: Joint Agriculture, State and Public Lands & Water Resources Interim Committee

A BILL

for

1 AN ACT relating to agriculture and economic development;
2 amending the duties of the Wyoming business council to
3 require support for Wyoming producers in the agriculture
4 and meat processing industry; expanding permissible loans
5 and grants; requiring rulemaking; and providing for
6 effective dates.
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8 Be It Enacted by the Legislature of the State of Wyoming:

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- 10 **Section 1**. W.S. 9-12-109(b)(intro), (i) through (iv),
- 11 and by creating new paragraphs (v) through (xi) and by

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12 creating new subsections (c) and (d) is amended to read:

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2	9-12-109. Promotion of agriculture.
3	
4	(b) The council shall meet not fewer than two (2)
5	times per year to solicit input from industry groups, the
6	department of agriculture, Wyoming governor's office,
7	industry stakeholders and in consultation to the extent
8	practicable, consult with the economically needed diversity
9	options for Wyoming (ENDOW) executive council to:
LO	
L1	(i) Develop a strategy to create small
L2	regionally located beef meat processing plants inspected by
L3	the United States department of agriculture or Wyoming
L 4	department of agriculture and mid-to-large sized processing
L5	plants for <u>in-state</u> , <u>interstate</u> and <u>international</u> sales;
L6	
L7	(ii) Market Wyoming grown and produced
L8	agricultural products in-state, regionally, nationally and
L9	internationally, through market development, trade shows
20	and social media and other media outlets;
21	

1	(iii) Enhance the council's website to promote
2	Wyoming grown or produced agricultural products including
3	match making services between key food system partners;
4	
5	(iv) <u>Contingent on available funds, p</u> rovide
6	loans or grants to be used to fund infrastructure for mid-
7	sized meat processing plants for international, in-state
8	and interstate sales. Loans or grants under this paragraph
9	shall: be:
10	
11	(A) Limited to Provide funding to create,
12	maintain or expand infrastructure for plants processing
13	meat products for export and for <u>in-state or</u> interstate
14	sale;
15	
16	(B) <u>Be</u> rovided through a program
17	administered by the council, including the Wyoming business
18	ready community program, and subject to all applicable
19	statutes and rules governing the program.
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21	(C) Not exceed five hundred thousand
22	dollars (\$500,000.00) per project and, for loans, have an
23	interest rate not lower than three percent (3%) per annum.

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2	(v) Coordinate strategies to improve meat
3	processing facilities and capabilities in Wyoming,
4	including:
5	
6	(A) Providing technical assistance or
7	expertise to assist producers processors with seeking
8	federal grants and loans;
9	
10	(B) Increasing Wyoming producers'
11	participation in applicable federal programs;
12	
13	(vi) Provide loans, grants, technical assistance
14	or expertise to assist producers plan, finance, construct,
15	develop, acquire, own, lease, operate, maintain, modernize,
16	upgrade or dispose, within and outside the state of
17	Wyoming, meat processing facilities and all other property,
18	structures, equipment, utilities and works of public
19	improvement necessary or useful to facilitate the
20	production, transportation, distribution and delivery of
21	meat that is produced within or outside this state,
22	including obtaining permits and acquiring necessary rights-
23	of-way;

1	
2	(vii) Provide technical assistance and expertise
3	to assist producers with permitting, siting and other
4	regulatory requirements;
5	
6	(viii) Provide technical assistance or expertise
7	to assist producers acquire light, water, communications,
8	security and other services for facilities as the authority
9	deems advisable;
10	
11	(ix) Investigate, plan and establish priorities
12	for meat processing facilities in Wyoming;
13	
14	(x) Engage with international and domestic
15	stakeholders on potential market opportunities and meat
16	processing projects to identify, develop and promote
17	projects and market opportunities to increase the value of
18	Wyoming livestock and meat;
19	
20	(xi) Develop and administer programs to educate
21	producers and the public on meat processing and the Wyoming
22	livestock industry including tours, academic programs and
23	communication plans;

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2	(c) Any meat processing facility receiving assistance
3	under this section shall comply with all applicable state
4	and federal regulations.
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6	(d) The council shall submit a comprehensive report
7	of the programs, objectives, activities and condition
8	covering the previous fiscal period to the joint
9	agriculture, state and public lands & water resources
10	committee not later than October 1 annually.
11	
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13	STAFF COMMENT
$\frac{13}{14}$	Due to limited time before the Committee Meeting, these
15	issues have not been exhaustively researched but it appears
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16	the bill may implicate Wyoming constitution Article 3
17	Section 36, which reads:
18	No appropriation shall be made for charitable, industrial,
19	educational or benevolent purposes to any person,
20	corporation or community not under the absolute control of
21	the state, nor to any denominational or sectarian
22	institution or association.
23	
24	And or Article 16 Section 6, as discussed in the Meat
25	processing authority memorandum presented at the August
26	2020 Committee meeting. That provision reads:
27	(a) Neither the state nor any county, city, township,
28	town, school district, or any other political subdivision,
29	shall:
30	(i) Ioan or give its gradit or make denotions to
31	(i) Loan or give its credit or make donations to
32	or in aid of any individual, association or corporation,
33	except for necessary support of the poor; or

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1 (ii) Subscribe to or become the owner of the 2 capital stock of any association or corporation, except 3 that: 4 5 (A) Funds of public employee retirement systems and the permanent funds of the state of Wyoming may 6 7 be invested in such stock under conditions the legislature 8 prescribes; 9 10 The legislature may provide by law for 11 the investment of funds not designated as permanent funds 12 of the state in the capital stock of any association or 13 corporation and may designate which of these funds may be 14 The legislature may prescribe different invested. 15 investment conditions for each fund. Any legislation establishing or increasing the percentage of any fund that 16 17 may be invested under this subparagraph shall be passed 18 only by a two-thirds (2/3) vote of all the members of each 19 of the two (2) houses voting separately. 20 21 The state shall not engage in any work of 22 internal improvement unless authorized by a two-thirds 23 (2/3) vote of the people. 24 ******************* 25 26 The Committee may also want to note that it is unclear if 27 the Wyoming Business Council is in receipt of sufficient 28 funds to fulfil the requirements of this act without an 29 appropriation. ******************** 30 31 32 Section 2. The economically needed diversity options 33 for Wyoming executive council may promulgate rules 34 necessary to carry out the purposes of this act. 35 36 Section 3.

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1 (a) Except as provided in subsection (b) of this

2 section, this act is effective July 1, 2021.

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4 (b) Section 2 of this act is effective immediately

5 upon completion of all acts necessary for a bill to become

6 law as provided by Article 4, Section 8 of the Wyoming

7 Constitution.

8

9 (END)