CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5443

Chapter 354, Laws of 1993

53rd Legislature 1993 Regular Session

LIVESTOCK IDENTIFICATION, LIVESTOCK MARKETS, AND FEED LOTS--REGULATION REVISED

EFFECTIVE DATE: 7/25/93

Passed by the Senate April 19, 1993 YEAS 44 NAYS 3

JOEL PRITCHARD

President of the Senate

Passed by the House April 6, 1993 YEAS 91 NAYS 7

BRIAN EBERSOLE

Speaker of the House of Representatives

Approved May 15, 1993

CERTIFICATE

I, Marty Brown, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5443** as passed by the Senate and the House of Representatives on the dates hereon set forth.

MARTY BROWN

Secretary

FILED

May 15, 1993 - 10:55 a.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 5443

AS AMENDED BY THE HOUSE

Passed Legislature - 1993 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By Senate Committee on Agriculture (originally sponsored by Senators M. Rasmussen, Barr and Loveland; by request of Department of Agriculture)

Read first time 02/19/93.

AN ACT Relating to livestock identification, public livestock markets, and certified feed lots; amending RCW 16.65.030, 16.65.090, 16.58.050, 16.58.130, 16.57.080, 16.57.090, 16.57.140, 16.57.220, 16.57.400, and 16.57.410; adding a new section to chapter 16.57 RCW; and repealing RCW 16.57.390.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 **Sec. 1.** RCW 16.65.030 and 1991 c 17 s 1 are each amended to read 8 as follows:

9 (1) On and after June 10, 1959, no person shall operate a public 10 livestock market without first having obtained a license from the 11 director. Application for such license or renewal thereof shall be in 12 writing on forms prescribed by the director, and shall include the 13 following:

14 (a) A legal description of the property upon which the public15 livestock market shall be located.

(b) A complete description and blueprints or plans of the public livestock market physical plant, yards, pens, and all facilities the applicant proposes to use in the operation of such public livestock market.

(c) A detailed statement showing all the assets and liabilities of
 the applicant which must reflect a sufficient net worth to construct or
 operate a public livestock market.

4 (d) The schedule of rates and charges the applicant proposes to 5 impose on the owners of livestock for services rendered in the 6 operation of such livestock market.

7 (e) The weekly or monthly sales day or days on which the applicant 8 proposes to operate his <u>or her</u> public livestock market sales.

9 (f) Projected source and quantity of livestock, by county, 10 anticipated to be handled.

11 (g) Projected income and expense statements for the first year's 12 operation.

(h) Facts upon which are based the conclusion that the trade areaand the livestock industry will benefit because of the proposed market.

(i) Such other information as the director may reasonably require.
(2) The director shall, after public hearing as provided by chapter
34.05 RCW, grant or deny an application for original license for a
public livestock market after considering evidence and testimony
relating to all of the requirements of this section and giving
reasonable consideration at the same hearing to:

(a) Benefits to the livestock industry to be derived from the
establishment and operation of the public livestock market proposed in
the application; and

(b) The present market services elsewhere available to the tradearea proposed to be served.

(3) Such application shall be accompanied by a license fee based on
the average gross sales volume per official sales day of that market:
(a) Markets with an average gross sales volume up to and including
ten thousand dollars, a <u>fee of no less than</u> one hundred ((dollar fee))
dollars or more than one hundred fifty dollars;

(b) Markets with an average gross sales volume over ten thousand dollars and up to and including fifty thousand dollars, a <u>fee of no</u> <u>less than</u> two hundred ((dollar fee)) <u>dollars or more than three hundred</u> <u>fifty dollars</u>; and

35 (c) Markets with an average gross sales volume over fifty thousand
36 dollars, a <u>fee of no less than</u> three hundred ((dollar fee)) <u>dollars or</u>
37 more than four hundred fifty dollars.

1 The fees for public livestock market licensees shall be set by the 2 director by rule subsequent to a hearing under chapter 34.05 RCW and in 3 conformance with section 10 of this act.

4 (4) Any applicant operating more than one public livestock market
5 shall make a separate application for a license to operate each such
6 public livestock market, and each such application shall be accompanied
7 by the appropriate license fee.

8 (5) Upon the approval of the application by the director and 9 compliance with the provisions of this chapter, the applicant shall be 10 issued a license or renewal thereof. Any license issued under the 11 provisions of this chapter shall only be valid at location and for the 12 sales day or days for which the license was issued.

13 Sec. 2. RCW 16.65.090 and 1983 c 298 s 8 are each amended to read 14 as follows:

The director shall provide for brand inspection. When such brand 15 16 inspection is required the licensee shall collect from the consignor and pay to the department, as provided by law, a fee for brand 17 18 inspection for each animal consigned to the public livestock market or special open consignment horse sale((: PROVIDED, That if in any one 19 sale day the total fees collected for brand inspection do not exceed 20 sixty dollars, then such licensee shall pay sixty dollars for such 21 brand inspection or as much thereof as the director may prescribe)). 22 23 The director shall set by rule, adopted after a hearing under chapter 34.05 RCW and in conformance with section 10 of this act, a minimum 24 25 daily inspection fee that shall be paid to the department by the licensee. Such a fee shall be not less than sixty dollars and not more 26 than ninety dollars. 27

28 **Sec. 3.** RCW 16.58.050 and 1979 c 81 s 2 are each amended to read 29 as follows:

30 The application for an annual license to engage in the business of operating one or more certified feed lots shall be accompanied by a 31 32 license fee of <u>no less than</u> five hundred dollars <u>or no more than seven</u> hundred fifty dollars. The actual license fee for a certified feed lot 33 license shall be prescribed by the director by rule subsequent to a 34 35 hearing under chapter 34.05 RCW and in conformance with section 10 of 36 Upon approval of the application by the director and this act. 37 compliance with the provisions of this chapter and rules ((and

1 regulations)) adopted hereunder, the applicant shall be issued a
2 license or a renewal thereof.

3 Sec. 4. RCW 16.58.130 and 1991 c 109 s 14 are each amended to read 4 as follows:

Each licensee shall pay to the director a fee of <u>no less than</u> ten 5 cents but no more than fifteen cents for each head of cattle handled 6 7 through the licensee's feed lot. The fee shall be set by the director 8 by rule after a hearing under chapter 34.05 RCW and in conformance with section 10 of this act. Payment of such fee shall be made by the 9 licensee on a monthly basis. Failure to pay as required shall be 10 grounds for suspension or revocation of a certified feed lot license. 11 12 Further, the director shall not renew a certified feed lot license if a licensee has failed to make prompt and timely payments. 13

14 **Sec. 5.** RCW 16.57.080 and 1991 c 110 s 1 are each amended to read 15 as follows:

16 The director shall establish by rule a schedule for the renewal of 17 registered brands. The fee for renewal of the brands shall be no less 18 than twenty-five dollars for each two-year period of brand ownership, except that the director may, in adopting a renewal schedule, provide 19 for the collection of renewal fees on a prorated basis and may by rule 20 increase the registration and renewal fee for brands by no more than 21 22 fifty percent subsequent to a hearing under chapter 34.05 RCW and in 23 conformance with section 10 of this act. At least one hundred twenty 24 days before the expiration of a registered brand, the director shall notify by letter the owner of record of the brand that on the payment 25 of the requisite application fee and application of renewal the 26 27 director shall issue the proof of payment allowing the brand owner 28 exclusive ownership and use of the brand for the subsequent The failure of the registered owner to pay the 29 registration period. renewal fee by the date required by rule shall cause such owner's brand 30 to revert to the department. The director may for a period of one year 31 32 following such reversion, reissue such brand only to the prior 33 registered owner upon payment of ((twenty-five dollars and an additional fee of ten dollars)) the registration fee and a late filing 34 35 fee to be prescribed by the director by rule subsequent to a hearing under chapter 34.05 RCW and in conformance with section 10 of this act, 36 37 for renewal subsequent to the regular renewal period. The director may

1 at ((his)) the director's discretion, if such brand is not reissued 2 within one year to the prior registered owner, issue such brand to any 3 other applicant.

4 Sec. 6. RCW 16.57.090 and 1974 ex.s. c 64 s 3 are each amended to 5 read as follows:

A brand is the personal property of the owner of record. 6 Any 7 instrument affecting the title of such brand shall be acknowledged in the presence of the recorded owner and a notary public. The director 8 9 shall record such instrument upon presentation and payment of a ((ten dollar)) recording fee not to exceed fifteen dollars to be prescribed 10 by the director by rule subsequent to a hearing under chapter 34.05 RCW 11 and in conformance with section 10 of this act. Such recording shall 12 be constructive notice to all the world of the existence and conditions 13 affecting the title to such brand. A copy of all records concerning 14 15 the brand, certified by the director, shall be received in evidence to all intent and purposes as the original instrument. The director shall 16 not be personally liable for failure of ((his)) the director's agents 17 18 to properly record such instrument.

19 Sec. 7. RCW 16.57.140 and 1974 ex.s. c 64 s 4 are each amended to 20 read as follows:

The owner of a brand of record may procure from the director a certified copy of the record of ((his)) the owner's brand upon payment of ((five dollars)) a fee not to exceed seven dollars and fifty cents to be prescribed by the director by rule subsequent to a hearing under chapter 34.05 RCW and in conformance with section 10 of this act.

26 **Sec. 8.** RCW 16.57.220 and 1981 c 296 s 17 are each amended to read 27 as follows:

28 The director shall cause a charge to be made for all brand inspection of cattle and horses required under this chapter and rules 29 ((and regulations)) adopted hereunder. Such charges shall be paid to 30 31 the department by the owner or person in possession unless requested by 32 the purchaser and then such brand inspection shall be paid by the purchaser requesting such brand inspection. Such inspection charges 33 34 shall be due and payable at the time brand inspection is performed and 35 shall be paid upon billing by the department and if not shall 36 constitute a prior lien on the cattle or cattle hides or horses or

horse hides brand inspected until such charge is paid. The director in 1 order to best utilize the services of the department in performing 2 brand inspection ((shall)) may establish schedules by days and hours 3 4 when a brand inspector will be on duty to perform brand inspection at established inspection points. The fees for brand inspection 5 ((performed at inspection points according to schedules established by 6 7 the director)) shall be not less than ((thirty cents nor more than)) 8 fifty cents nor more than seventy-five cents per head for cattle and 9 not less than two dollars nor more than three dollars per head for 10 horses as prescribed by the director by rule subsequent to a hearing under chapter 34.05 RCW and in conformance with section 10 of this act. 11 Fees for brand inspection of cattle and horses performed by the 12 13 director at points other than those designated by the director or not 14 in accord with the schedules established by ((him)) the director shall 15 be based on a fee schedule not to exceed actual net cost to the department of performing the brand inspection service. Such schedule 16 of fees shall be established subsequent to a hearing and all 17 regulations concerning fees shall be adopted in accord with the 18 19 provisions of chapter 34.05 RCW, the Administrative Procedure Act, concerning the adoption of rules as enacted or hereafter amended. 20

21 **Sec. 9.** RCW 16.57.400 and 1981 c 296 s 23 are each amended to read 22 as follows:

The director may provide by rules and regulations adopted pursuant to chapter 34.05 RCW for the issuance of individual horse <u>and cattle</u> identification certificates or other means of horse <u>and cattle</u> identification deemed appropriate. Such certificates or other means of identification shall be valid only for the use of the horse <u>and cattle</u> owner in whose name it is issued.

29 Horses and cattle identified pursuant to the provisions of this 30 section and the rules and regulations adopted hereunder shall not be subject to brand inspection except when sold at points provided for in 31 RCW 16.57.380. The director shall charge a fee for the certificates or 32 33 other means of identification authorized pursuant to this section and no identification shall be issued until the director has received the 34 fee. The schedule of fees shall be established in accordance with the 35 36 provisions of chapter 34.05 RCW.

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<u>NEW SECTION.</u> Sec. 10. A new section is added to chapter 16.57 RCW
 to read as follows:

3 (1) The director shall establish a livestock identification 4 advisory board. The board shall be composed of six members appointed 5 by the director. One member shall represent each of the following 6 groups: Beef producers, public livestock market operators, horse 7 owners, dairy farmers, cattle feeders, and meat processors. In making 8 appointments, the director shall solicit nominations from organizations 9 representing these groups state-wide.

(2) The purpose of the board is to provide advice to the director 10 regarding livestock identification programs administered under this 11 chapter and regarding brand inspection fees and related licensing fees. 12 13 The director shall consult the board before adopting, amending, or repealing a rule under this chapter or altering a fee under RCW 14 15 16.58.050, 16.58.130, 16.65.030, or 16.65.090. If the director 16 publishes in the state register a proposed rule to be adopted under the 17 authority of this chapter or a proposed rule setting a fee under RCW 16.58.050, 16.58.130, 16.65.030, or 16.65.090 and the rule has not 18 19 received the approval of the advisory board, the director shall file 20 with the board a written statement setting forth the director's reasons for proposing the rule without the board's approval. 21

22 (3) The members of the advisory board serve three-year terms. However, the director shall by rule provide shorter initial terms for 23 24 some of the members of the board to stagger the expiration of the 25 initial terms. The members serve without compensation. The director 26 may authorize the expenses of a member to be reimbursed if the member is selected to attend a regional or national conference or meeting 27 28 regarding livestock identification. Any such reimbursement shall be in 29 accordance with RCW 43.03.050 and 43.03.060.

30 **Sec. 11.** RCW 16.57.410 and 1989 c 286 s 25 are each amended to 31 read as follows:

(1) No person may act as a registering agency without a permit issued by the department. The director may issue a permit to any person or organization to act as a registering agency for the purpose of issuing permanent identification symbols for horses in a manner prescribed by the director. Application for such permit, or the renewal thereof by January 1 of each year, shall be on a form prescribed by the director, and accompanied by the proof of

registration to be issued, any other documents required by the
 director, and a fee of one hundred dollars.

3 (2) Each registering agency shall maintain a permanent record for 4 each individual identification symbol. The record shall include, but 5 need not be limited to, the name, address, and phone number of the 6 horse owner and a general description of the horse. A copy of each 7 permanent record shall be forwarded to the director, if requested by 8 the director.

9 (3) Individual identification symbols shall be inspected as 10 required for brands under RCW <u>16.57.220 and</u> 16.57.380 ((and 11 16.57.390)). Any horse presented for inspection and bearing such a 12 symbol, but not accompanied by proof of registration and certificate of 13 permit, shall be sold as provided under RCW 16.57.290 through 14 16.57.330.

(4) The director shall adopt such rules as are necessary for theeffective administration of this section pursuant to chapter 34.05 RCW.

17 <u>NEW SECTION.</u> **sec. 12.** RCW 16.57.390 and 1974 ex.s. c 38 s 2 are 18 each repealed.

> Passed the Senate April 19, 1993. Passed the House April 6, 1993. Approved by the Governor May 15, 1993. Filed in Office of Secretary of State May 15, 1993.