

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature – Second Regular Session

MINUTES RECEIVED
CHIEF CLERK'S OFFICE

2-19-16

COMMITTEE ON RURAL AND ECONOMIC DEVELOPMENT

Report of Regular Meeting
Tuesday, February 16, 2016
House Hearing Room 5 -- 2:00 p.m.

Convened 4:34 p.m.

Recessed

Reconvened

Adjourned 5:45 p.m.

Members Present

Mrs. Barton
Mrs. Benally
Mrs. Gonzales
Mr. Leach
Mr. Mendez
Mr. Pratt
Mr. Bowers, Vice-Chairman
Mr. Shope, Chairman

Members Absent

Agenda

Original Agenda – Attachment 1

Request to Speak

Report – Attachment 2

Presentations

Name

Organization

Attachments (Handouts)

None

Committee Action

Bill

Action

Vote

Attachments (Summaries,
Amendments, Attendance)

HB2614 DPA
HB2526 DPA
Committee Attendance

7-0-0-1
8-0-0-0

3, 4, 5, 6
7, 8, 9
10



Patty Wisner, Chairman Assistant
February 19, 2016

(Original attachments on file in the Office of the Chief Clerk; video archives available at <http://www.azleg.gov>)

Convened: 4:34 pm
adjourned: 5:45 pm

ADDENDUM - 02/12/16

ADDENDUM - 02/12/16

ADDENDUM - 02/12/16

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session

REGULAR MEETING AGENDA

COMMITTEE ON RURAL AND ECONOMIC DEVELOPMENT

DATE Tuesday, February 16, 2016

ROOM HHR 5

TIME 2:00 P.M.

Members:

Mrs. Barton
Mrs. Benally
Mrs. Gonzales

Mr. Leach
Mr. Mendez
Mr. Pratt

Mr. Bowers, Vice-Chairman
Mr. Shope, Chairman

Bills	Short Title	Strike Everything Title
HB2614	<u>dpa</u> cooperative associations (Gray, Begay)	
	<u>7-0-0-1</u> BFS w/d, RED, RULES	

ADDENDUM #1 - 02/12/16

HB2526	<u>dpa</u> animal control; mandatory impound periods (Andrade, Alston, Benally, et al)	
	<u>8-0-0-0</u> RED, RULES	

ORDER OF BILLS TO BE SET BY THE CHAIRMAN

pw
2/11/16
2/12/16

People with disabilities may request reasonable accommodations such as interpreters, alternative formats, or assistance with physical accessibility. If you require accommodations, please contact the Chief Clerk's Office at (602) 926-3032, TDD (602) 926-3241.

Information Registered on the Request to Speak System

House Rural and Economic Development (2/16/2016)

HB2614, cooperative associations

Testified in support:

Carol Manetta, representing self

All Comments:

Carol Manetta, Self: In favor of Bill related to cooperatives.

HB2526, animal control; mandatory impound periods

Testified in support:

Rodrigo Silva, representing self

Testified as neutral:

Leonard Clark Clark, representing self

Testified as opposed:

Cathy LaSusa, representing self; Leslie Wells, representing self

Support:

Kellye Pinkleton, HUMANE SOCIETY OF THE UNITED STATES; Ed Bufford, representing self

Oppose:

Stephanie Seigla, representing self; Sherry Butler, representing self

All Comments:

Stephanie Seigla, Self: Reducing the minimum wait period decreases the chance the owners can be found or animals can be picked up by rescue organizations; Kellye Pinkleton, HUMANE SOCIETY OF THE UNITED STATES: With amended language on impound periods; Cathy LaSusa, Self: While HB2526 as amended has some positive aspects, reducing the hold period down from 72 to 48 hours for animals "not eligible for a 14 sterilization program" is problematic for 3 reasons. There is not enough room here to detail them. Thank you.; Sherry Butler, Self: Owners need 72 hours to claim their pets. No reduction of this time.; Leslie Wells, Self: I am here to represent No Kill Maricopa County. This bill does not define the definition of adoptable and the kill time is cuts by 33%; Rodrigo Silva, Self: If necessary I will speak in support of this HB.; Ed Bufford, Self: IF THE ONLY WAY OWNER SURRENDERS CAN BE GIVEN A MANDATORY HOLD TIME THROUGH STATE STATUTE IS BY ALLOWING SHELTERS TO ADOPT STRAYS AFTER 48 HOURS, I SUPPORT THIS BILL TO INCREASE LIVE RELEASE RATE. PREFER 72 HOURS FOR BOTH STRAYS AND OWNER SURRENDERS



HOUSE OF REPRESENTATIVES

HB 2614

cooperative associations

Prime Sponsor: Representative Gray, LD 21

X Committee on Rural and Economic Development

Caucus and COW

House Engrossed

OVERVIEW

HB 2614 makes changes relating to the establishment, authority, membership and definitions of cooperative marketing associations (Associations).

PROVISIONS

1. Allows each of the following to form an association with or without capital stock:
 - a. Five or more persons engaged in the production of agricultural products.
 - b. Five or more small businesses, individuals or entities engaged in the marketing and distribution of manufactured goods for import and export purposes.
 - c. Five or more persons for the purpose of producing, manufacturing and selling hydroponic greenhouses or for the purpose of growing food.
2. Permits an investor to be a member of an Association established by five or more persons for the purpose of producing, manufacturing and selling hydroponic greenhouses or for the purpose of growing food.
3. Allows Associations to make profits for themselves or for their members.
4. Permits an Association to engage in specified activities in connection with:
 - a. The marketing or distribution of manufactured goods for import and export purposes or the providing of labor.
 - b. The harvesting, processing, storing, handling or use of products for the production, manufacturing and sale of hydroponic greenhouses.
5. Allows an Association to raise equity from nonprofit investors and patron members.
6. Prohibits an Association from dealing nonmember products in an amount greater in value than the products handled for members.
7. Adds that the Association may make and execute marketing contracts to sell their manufactured goods for import and export purposes or their hydroponic greenhouses exclusively through the Association or its facilities.
8. Adds to the initial members of a domestic cooperative association for the purpose of a merger, conversion, domestication or a division:
 - a. Five or more small businesses, individuals or entities engaged in the marketing or distribution of manufactured goods for import and export purposes.
 - b. Five or more persons for the purpose of producing, manufacturing and selling hydroponic greenhouses or for the purpose of growing food.
9. Expands the definitions of active member, marketing agreement, and member.

PROPOSED
HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2614
(Reference to printed bill)

- 1 Page 1, line 10, strike "a product" insert "PRODUCTS OR SERVICES"
- 2 Line 12, after "products" insert "OR SERVICES"
- 3 Line 22, strike "agricultural"; after "products" insert "OR SERVICES"
- 4 Line 32, strike "AGRICULTURAL"
- 5 Line 33, after "PRODUCTS" insert "OR SERVICES"
- 6 Strike lines 37 and 38
- 7 Page 2, line 1, after "the" insert "MANUFACTURING,"
- 8 Line 2, strike "agricultural"
- 9 Line 3, strike "their by-products delivered to it" insert "SERVICES"
- 10 Line 21, after the period insert "ALL ACTIVITIES RELATED TO STOCK OR BOND
- 11 OWNERSHIP MUST COMPLY WITH THE RULES AND REGULATIONS OF THE UNITED STATES
- 12 SECURITIES AND EXCHANGE COMMISSION."
- 13 Line 40, strike "HYDROPONIC GREENHOUSES" insert "PRODUCTS OR SERVICES"
- 14 Page 3, line 5, strike "agricultural"; after "products" insert "OR SERVICES"
- 15 Line 7, after "raised" insert "OR PRODUCTS CREATED"
- 16 Line 8, after "financing" insert "SUCH"; strike "the"
- 17 Line 9, strike "agricultural"
- 18 Line 18, strike the comma insert "OR"; after "GOODS" strike remainder of line
- 19 Line 19, strike "PURPOSES OR THEIR HYDROPONIC GREENHOUSES"
- 20 Line 44, after "products" insert "OR SERVICES"
- 21 Page 4, lines 13 and 17, strike "marketing"
- 22 Line 26, after "SELLING" strike remainder of line insert "GOODS OR SERVICES."
- 23 Line 29, strike "marketing"
- 24 Amend title to conform

THOMAS R. SHOPE, JR.

2614SHOPE
02/15/2016
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Attachment 4

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Not Offered _____	Analysts Initials _____

**ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session**

ROLL CALL VOTE

COMMITTEE ON RURAL AND ECONOMIC DEVELOPMENT BILL NO. HB 2614

DATE February 16, 2016 MOTION: dpa

	PASS	AYE	NAY	PRESENT	ABSENT
Mrs. Barton		✓			
Mrs. Benally		✓			
Mrs. Gonzales					✓
Mr. Leach		✓			
Mr. Mendez		✓			
Mr. Pratt		✓			
Mr. Bowers, Vice-Chairman		✓			
Mr. Shope, Chairman		✓			
		7	0	0	1

Patty Wisner
COMMITTEE SECRETARY

APPROVED:
Thomas R. Shope, Jr.
THOMAS R. SHOPE, JR., Chairman
RUSSELL BOWERS, Vice-Chairman

ATTACHMENT _____

Handout for Testimony before Rural and Economic Development Committee

Arizona State Legislature HB 2614

February 16, 2016

Introduction to Purpose for HB 2614

This bill is regarded as an extension of already existing laws related to cooperatives in the State of Arizona. The first time this bill was introduced, the situation regarding greenhouse manufacturing cooperatives as changed just slightly to that of construction and food production through hydroponics greenhouses reusing both rainwater collection and reused graywater. This current application is for cooperative businesses to flourish on the Navajo Nation and across the state in a broad application of the law.

Passage of Bill Primarily for Economic Wellbeing for Grass Roots Organizers

It is in the best interest of the state that local organizers be given the opportunity to engage in the business sector to determine a different outcome for their future. In this regard, the people who would band together to start a cooperative deserve the full support and guidance of the law. It is this purpose, the guidance of the law that you can consider for the sake of economic well-being for the whole state, especially the rural areas, but not excluding cities.

Considering the well-being for all citizens, passage of this bill will require revisions to expand the existing law to include not only farmer and electrical cooperatives, but a wider range of possibilities, such as small service firms, manufacturing, food production facilities, retail and much more. Consider taking the existing bill and adding areas that adopt a new stance on creating import and export cooperatives too, expanding opportunities in Arizona.

Cooperatives open great possibilities with economy of scale as backup in hard times. As just one example, we can count on local farm products connecting directly with city customers and restaurants. Just last year, locally made products of all kinds generated \$11 billion in the national economy. Cooperatives offer a substantial contribution to this localized economy and offset loss of local jobs to foreign interest.

Continuity of Cooperatives

Instead of just picturing what a startup might look like and passage of the law to help people to do that, picture a longstanding cooperative that has built a reputation for honesty, transparency and doing good works in the community. This is the real reason for passage of this bill. Some cooperatives and the network of cooperatives are far longer in endurance than similar non-cooperative owned businesses. As long as the law continues to be an instructive support, this scenario can flourish in Arizona. Give this notion your attention and sincere cooperation. Thank you.



HOUSE OF REPRESENTATIVES

HB 2526

animal control; mandatory impound periods
Prime Sponsor: Representative Andrade, LD 29

X Committee on Rural and Economic Development

Caucus and COW

House Engrossed

OVERVIEW

HB 2526 establishes the minimum amount of time that a dog or cat must be held at the county pound.

PROVISIONS

1. Decreases the required minimum period of time that a county pound must hold a stray dog or cat from 72 hours to 48 hours.
2. Requires a pound to hold a dog or cat that is healthy or sick or injured, but treatable, for 72 hours.
3. Stipulates that a dog surrendered by its owner must be kept at the pound for at least 72 hours.

CURRENT LAW

A.R.S. § 11-1013 regulates the impounding of dogs and cats. An impounded stray dog or cat that is not eligible for a sterilization program is required to be maintained at the county pound for a minimum of 72 hours. A stray dog or cat with a microchip or that is wearing a license or other form of owner identification must be maintained at the pound for no less than 120 hours, unless the animal is surrendered or claimed by its owner. Upon expiration of the minimum impounding period, any person may purchase a dog or cat.



PROPOSED

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2526

(Reference to printed bill)

- 1 Page 1, lines 15 and 16, strike "HEALTHY OR"
- 2 Lines 19 and 20, strike "SHALL BE KEPT AND MAINTAINED AT THE COUNTY POUND"
- 3 insert "AND THAT IS HEALTHY OR SICK OR INJURED AND TREATABLE MAY NOT BE
- 4 DESTROYED"
- 5 Amend title to conform

JUAN MENDEZ

2526Mendez.doc
02/15/2016
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C: ld

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Not Offered _____	Analysts Initials _____

Attachment 8

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session

ROLL CALL VOTE

COMMITTEE ON RURAL AND ECONOMIC DEVELOPMENT BILL NO. HB 2526

DATE February 16, 2016 MOTION: dpa

	PASS	AYE	NAY	PRESENT	ABSENT
Mrs. Barton		✓			
Mrs. Benally		✓			
Mrs. Gonzales		✓			
Mr. Leach		✓			
Mr. Mendez		✓			
Mr. Pratt		✓			
Mr. Bowers, Vice-Chairman		✓			
Mr. Shope, Chairman		✓			
		8	0	0	0

Betty Wisner
 COMMITTEE SECRETARY

APPROVED:
Thomas R. Shope, Jr.
 THOMAS R. SHOPE, JR., Chairman
 RUSSELL BOWERS, Vice-Chairman

ATTACHMENT _____

ARIZONA STATE LEGISLATURE
Fifty-second Legislature - Second Regular Session

COMMITTEE ATTENDANCE RECORD

COMMITTEE ON RURAL AND ECONOMIC DEVELOPMENT

CHAIRMAN: Thomas R. Shope, Jr. VICE-CHAIRMAN: Russell Bowers

DATE	2/16/16	/16	/16	/16	/16
CONVENED	4:34pm	m	m	m	m
RECESSED					
RECONVENED					
ADJOURNED	5:45pm				
MEMBERS					
Mrs. Barton	✓				
Mrs. Benally	✓				
Mrs. Gonzales	✓				
Mr. Leach	✓				
Mr. Mendez	✓				
Mr. Pratt	✓				
Mr. Bowers, Vice-Chairman	✓				
Mr. Shope, Chairman	✓				

√ Present --- Absent exc Excused