96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

SB2151

Introduced 2/20/2009, by Sen. John O. Jones

SYNOPSIS AS INTRODUCED:

New Act

Creates the Farmer Protection Act. Provides that the release by a manufacturer of a genetically engineered plant shall constitute a private nuisance for which the manufacturer shall be liable only if the release (i) causes the presence of the plant within the property owned or occupied by a person for whom the plant presence was not intended and (ii) results in damage in any calendar year that exceeds \$3,500. Provides that defenses at law or equity available in a private nuisance action apply to actions brought under this Act. Provides that a person owning or occupying the property upon which a nuisance release occurs does not have a duty to establish buffer zones, segregation protocols, or otherwise initiate measures to protect specifically against the potential release of genetically engineered plants. Provides that a person who is not in breach of a seed contract regarding the purchase or use of a genetically engineered plant and that unknowingly comes into possession of a genetically engineered plant shall not be liable for certain damages. Authorizes, under certain conditions, a seed supplier or, in some cases, the Director of Agriculture or his or her designee to enter upon real property farmed by another person for the purpose of obtaining crop samples. Authorizes the seed supplier to petition the circuit court for the county in which the real property is located for an order granting permission to enter upon the farmer's real property. Sets forth protocols for inspections. Provides that a farmer has a right of action against a seed supplier for violations of the Act and may recover certain damages. Effective immediately.

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SB2151

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AN ACT concerning agriculture.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 1. Short title. This Act may be cited as the
"Farmer Protection Act".

6 Section 5. Definitions. As used in the this Act:

7 "Department" means the Illinois Department of Agriculture.
8 "Director" means the Director of Agriculture or the
9 Director's designee.

10 "DNA" means deoxyribonucleic acid.

"Farmer" means the person responsible for planting a crop, managing the crop, and harvesting the crop from land on which a breach of contract or patent infringement is alleged to have occurred.

15 "Genetically engineered plant" means a plant or any plant 16 part or material, including seeds and pollen, in which the 17 genetic material has been changed through modern biotechnology 18 in a way that does not occur naturally by multiplication or 19 natural recombination.

20 "Manufacturer" means a person that develops or creates a 21 genetically engineered plant for field trials or for commercial 22 purposes, but does not include a person that is a farmer, seed 23 cleaner, or other non-manufacturer third-party. 1 "Modern biotechnology" means the application of in vitro 2 nucleic acid techniques, fusion of cells, including protoplast 3 fusion, or hybridization techniques that overcome natural 4 physiological, reproductive, or recombination barriers and 5 that are not techniques used in traditional breeding and 6 selection, including the following:

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(1) recombinant DNA;

8 (2) direct injection of nucleic acid into cells or
9 organelles; and

10 (3) recombinant DNA techniques that use vector systems and techniques involving the direct introduction into the 11 12 organism of hereditary materials prepared outside the 13 microinjection, organism, such as macroinjection, 14 chemoporation, electroporation, microencapsulation, and 15 liposome fusion.

16 "Seed" means agricultural seed or vegetable seed used to 17 grow a commercial agricultural or a commercial vegetable crop.

18 "Seed contract" means a written contract between a seed 19 supplier and a farmer that a farmer must sign to obtain the 20 seed or the right to plant the seed.

21 "Seed supplier" means a person engaged in commercial 22 production, manufacture, or supply of seed.

23 Section 10. Manufacturer Liability.

(a) The release by a manufacturer, directly or through itslicensees or agents, of a genetically engineered plant shall

constitute a private nuisance for which the manufacturer shall
 be liable if the following conditions are met:

3 (1) the release causes the presence of the plant within the property owned or occupied by a person for whom the 4 5 plant presence was not intended and with whom the manufacturer has not entered into a seed contract or a 6 7 license, thereby constitutes an and unreasonable 8 interference with the use and enjoyment of that person's 9 property; and

10 (2) the release results in damages in any calendar year 11 that exceed \$3,500, thereby constituting substantial 12 interference with the use and enjoyment of the person's 13 property.

14 Defenses at law or equity available in a private (b) 15 nuisance action apply to actions brought under this Section, 16 except it shall not be a defense to an action based on the 17 liability set forth in subsection (a) of this Section that genetically engineered plants are in common or general use in 18 19 the geographic region in which the property on which the 20 nuisance occurs are located, nor shall the person owning or occupying the property have a duty to establish buffer zones, 21 22 segregation protocols, or otherwise initiate measures to 23 protect specifically against the potential release of 24 genetically engineered plants onto that person's property.

(c) A person who is not in breach of a seed contractregarding the purchase or use of a genetically engineered plant

and that unknowingly comes into possession of a genetically engineered plant or that uses a genetically engineered plant as a result of natural reproduction, cross-pollination, seed mixing, or other commingling or unintended presence or other contamination shall not be liable for any damages, attorney fees, or costs caused by the possession or use of that genetically engineered plant.

8 (d) A manufacturer shall have a defense to liability for an 9 action based on the liability set forth in subsection (a) of 10 this Section if the court finds that all of the following 11 conditions are met:

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(1) the property from which the genetically engineered plant was released can be determined;

14 (2) the owner of the property from which the 15 genetically engineered plant was released, or the owner's 16 agent, signed a seed contract with the manufacturer for the 17 genetically engineered plant and received a training 18 manual from the manufacturer;

19 (3) the damages would not have occurred had the 20 property owner or the property owner's agent followed the 21 terms of the manufacturer's seed contract and training 22 manual; and

(4) the property owner or the property owner's agent
willfully or with gross negligence contaminated the
plaintiff's property, products, or facilities.

26 (e) A person found to have willfully or with gross

negligence contaminated the plaintiff's property, products, or facilities shall be liable for damages in lieu of, and to the same extent as, a manufacturer.

4 (f) A prevailing plaintiff in an action under this Section 5 may recover damages as are recoverable at common law in an 6 action for private nuisance, reasonable attorney fees, and 7 other litigation expenses and costs, including expert witness 8 fees.

9 (g) The liability created by this Section shall not be 10 waived or otherwise avoided by contract or other means.

(h) A cause of action arising under this Section shall be in addition to and not in lieu of existing actions at law and equity; however, there shall be only one recovery of any specific damages as defined in this section.

15 Section 15. Inspections.

16 (a) Sections 15 through 30 of this Act apply to the 17 inspection of seed and the crop growing from seed by a seed 18 supplier.

(b) A seed contract shall not give or be interpreted to give a seed supplier or an agent of a seed supplier the right to enter real property owned or occupied by a farmer to acquire samples of a crop grown from the seed or any other plant growing on that real property. A seed supplier of any type of seed may only enter upon real property farmed by another person for the purpose of obtaining crop samples if both of the

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1 following conditions are met:

(1) the seed supplier notifies the farmer and the
Director of the seed supplier's desire to enter onto the
real property and of the purpose of the requested entry and
requests written permission from the farmer or the farmer's
agent to enter upon the farmer's real property; and

7 (2) the seed supplier obtains the written permission of
8 the farmer to enter upon the real property of the farmer;
9 the farmer shall grant or deny the request of the seed
10 supplier within a reasonable period of time.

11 (c) If a seed supplier or a farmer requests the Director to 12 participate in or conduct the collection of samples or any 13 other aspect of the sampling or analysis process, the Director 14 shall designate an employee of the Department or enter into an 15 agreement with another person to participate in or conduct the 16 specified activity.

17 Section 20. Sampling Protocol.

(a) The seed supplier shall reasonably cooperate with a
farmer and the Director or their agents in the course of the
activities set forth in this Section.

(b) The seed supplier shall permit the farmer and the Director or their agents to accompany the seed supplier or the seed supplier's agent while samples are taken. An employee of the Department shall oversee the collection of samples. If the Director or an agent of the Director accompanies the seed

supplier on the real property to take samples under this
 Section, the seed supplier shall reimburse the reasonable costs
 incurred by the Director or the Director's agent, as determined
 by the Director, in connection with such activity.

5 (c) Plant material samples shall be acquired in a manner that is agreed upon by the parties involved. In the event that 6 7 agreement cannot be reached, the manner for sample an 8 acquisition shall be prescribed by the Director. The samples 9 may only be taken from a standing crop, from representative 10 standing plants in the field or from crops remaining in the 11 field after harvest. Samples shall be taken by Department 12 personnel. The Department may select another entity to collect 13 samples if all parties agree.

(d) A seed supplier shall take no more samples than those deemed by the Director to be reasonably necessary. An equal number of samples shall remain in the custody of the Director or the farmer for future comparison and verification purposes.

(e) All samples taken shall be placed in containers and
labeled as to the date, time, and location from which they were
taken, and the labels shall be signed by the farmer or farmer's
agent, the person who took the samples and the Director or
Director's agent.

(f) Within 60 days after the date the samples are taken, anindependent laboratory shall conduct all tests on the samples.

25 (g) The parties shall mutually agree upon the laboratory 26 and the methods used for the analysis of samples. If the

laboratory or methods cannot be agreed upon, an independent third party agricultural mediator shall make the final determination of the laboratory and methods to be utilized. The seed supplier shall pay the reasonable costs incurred by the need for mediation. The results of all tests on the seeds shall be reported by the testing laboratory to the Director.

7 (h) Any plant material remaining after analysis is complete
8 shall be retained by the laboratory or the Department in an
9 appropriate manner.

10 (i) The results of testing shall be sent by registered 11 letter to the seed supplier and the farmer within 30 days after 12 the results are reported from the testing laboratory to the 13 Director.

14 Section 25. Denial of Permission to Inspect.

(a) If a farmer denies permission for a seed supplier to enter upon the farmer's real property for an inspection under to Section 15 of this Act, the seed supplier may petition the circuit court for the county in which the real property is located for an order granting permission to enter upon the farmer's real property.

If the court issues such an order, the order shall require that the sampling protocol set forth in Section 20 of the Act be implemented. A court order shall not interrupt or interfere with normal farming practices, including harvest and tillage.

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(b) The parties may participate in mediation at any time.

The mediation shall be conducted by a mediator jointly selected by the parties. If the parties cannot agree on a mediator, the mediation shall be conducted by an independent agricultural mediation service.

5 (c) If a seed supplier files suit against a farmer, the 6 seed supplier shall provide simultaneous written notice of the 7 suit to the Director. The Director shall keep a file of all 8 notices of suits received pursuant to this section.

9 Section 30. Right of Action for Violations; Damages;
10 Attorney Fees and Costs; Choice of Law; Jurisdiction; Venue.

(a) A farmer has a right of action against a seed supplier if the seed supplier or an agent of the seed supplier violates the provisions of this Act.

14 (b) If a farmer prevails in an action filed under this 15 Section, the farmer is entitled to recover from the seed 16 supplier the following:

(1) actual damages proven by the farmer resulting fromthe seed supplier's violation of this Act; and

19 (2) the farmer's reasonable attorney fees and other
20 litigation costs, including expert witness fees, incurred
21 in connection with the action.

(c) A seed contract authorizing the use of seed in Illinois
is governed by the law of Illinois. Illinois law shall govern
any dispute relating to or arising out of the use of a seed in
Illinois, notwithstanding any contrary choice of law

1 contractual provision.

(d) Any provision in a seed contract purporting to waive or preclude the application of Illinois law and to choose the laws of another jurisdiction to govern the contract, or to choose a forum for adjudication of disputes arising out of the contract that would not otherwise have jurisdiction over the parties to the contract, is void and unenforceable.

8 (e) The proper venue for an action pursuant to any and all 9 sections of this Act is the circuit court in the county in 10 which the damage occurred. Any contractual provision 11 purporting to waive or preclude Illinois as the proper venue is 12 void and unenforceable.

13 Section 97. Severability. If any part or application of the 14 Farmer Protection Act is held invalid, the remainder or its 15 application to other situations or persons shall not be 16 affected.

Section 99. Effective date. This Act takes effect uponbecoming law.