



General Assembly

**Substitute Bill No. 5640**

February Session, 2004

\*            HB05640ENV            031704            \*

**AN ACT CONCERNING DAIRY FARM VIABILITY.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1       Section 1. (*Effective July 1, 2004*) (a) For the purposes described in  
2 subsection (b) of this section, the State Bond Commission shall have  
3 the power, from time to time, to authorize the issuance of bonds of the  
4 state in one or more series and in principal amounts not exceeding in  
5 the aggregate eight million dollars.

6       (b) The proceeds of the sale of said bonds, to the extent of the  
7 amount stated in subsection (a) of this section, shall be used by the  
8 Department of Agriculture and Consumer Protection for the purpose  
9 of compensating milk producers in accordance with section 2 of this  
10 act.

11       (c) All provisions of section 3-20 of the general statutes, or the  
12 exercise of any right or power granted thereby, which are not  
13 inconsistent with the provisions of this section are hereby adopted and  
14 shall apply to all bonds authorized by the State Bond Commission  
15 pursuant to this section, and temporary notes in anticipation of the  
16 money to be derived from the sale of any such bonds so authorized  
17 may be issued in accordance with said section 3-20 and from time to  
18 time renewed. Such bonds shall mature at such time or times not  
19 exceeding twenty years from their respective dates as may be provided  
20 in or pursuant to the resolution or resolutions of the State Bond

21 Commission authorizing such bonds. None of said bonds shall be  
22 authorized except upon a finding by the State Bond Commission that  
23 there has been filed with it a request for such authorization which is  
24 signed by or on behalf of the Secretary of the Office of Policy and  
25 Management and states such terms and conditions as said commission,  
26 in its discretion, may require. Said bonds issued pursuant to this  
27 section shall be general obligations of the state and the full faith and  
28 credit of the state of Connecticut are pledged for the payment of the  
29 principal of and interest on said bonds as the same become due, and  
30 accordingly and as part of the contract of the state with the holders of  
31 said bonds, appropriation of all amounts necessary for punctual  
32 payment of such principal and interest is hereby made, and the State  
33 Treasurer shall pay such principal and interest as the same become  
34 due.

35 Sec. 2. (NEW) (*Effective July 1, 2004*) Any milk producer may apply  
36 to the Commissioner of Agriculture and Consumer Protection and the  
37 commissioner may make compensatory payments of two dollars per  
38 hundred pounds of milk produced by such producer on or after  
39 January 1, 2003, but prior to January 1, 2004, provided such producer is  
40 in business as of the effective date of this section and further provided  
41 such producer demonstrates, to the satisfaction of said commissioner,  
42 that any quantity of milk for which such payment is sought was sold  
43 during said period. For the purposes of this section, "milk producer"  
44 means a person engaged in the production of milk in this state,  
45 provided such milk is eligible for sale as Class I milk, as defined by the  
46 United States Department of Agriculture (7 CFR 1000).

This act shall take effect as follows:	
Section 1	<i>July 1, 2004</i>
Sec. 2	<i>July 1, 2004</i>

**Statement of Legislative Commissioners:**

Section 2 was reworded and a citation was added for clarity and internal consistency.

**ENV**      *Joint Favorable Subst.-LCO*