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By: Senator Colburn

Introduced and read first time: February 1, 1996 Assigned to: Judicial Proceedings

Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 20, 1996

CHAPTER _____

1 AN ACT concerning

2 Agriculture - Disparagement of Perishable Food Products - Cause of Action

3 FOR the purpose of creating a cause of action by a producer or association representing

- 4 producers of perishable agricultural food products against a person who disparages
- 5 the perishable agricultural food products; providing for treble damages in certain
- 6 circumstances; defining certain terms; providing for the application of this Act; and
- 7 generally relating to a cause of action for the disparagement of perishable
- 8 agricultural food products.

9 BY adding to

- 10 Article Agriculture
- 11 Section 10-1501 to be under the new subtitle "Subtitle 15. Disparagement of
- 12 Perishable Agricultural Food Products"
- 13 Annotated Code of Maryland
- 14 (1985 Replacement Volume and 1995 Supplement)

15 BY repealing and reenacting, without amendments,

- 16 Article Courts and Judicial Proceedings
- 17 Section 5-101
- 18 Annotated Code of Maryland
- 19 (1995 Replacement Volume and 1995 Supplement)
- 20 Preamble
- 21 WHEREAS, The General Assembly determines that the production of agricultural
- 22 food products constitutes an important and significant portion of the State economy and
- 23 that it is imperative to protect the vitality of the agricultural economy for the citizens of

Maryland by providing a cause of action for agricultural producers to recover damages for
 the disparagement of perishable agricultural products; now, therefore,

3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF4 MARYLAND, That the Laws of Maryland read as follows:

5 Article - Agriculture

6 SUBTITLE 15. DISPARAGEMENT OF PERISHABLE AGRICULTURAL FOOD PRODUCTS.

7 10-1501.

8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS9 INDICATED.

(2) "DISPARAGEMENT" MEANS THE WILLFUL OR MALICIOUS
 DISSEMINATION TO THE PUBLIC IN ANY MANNER OF ANY INFORMATION THAT A
 PERISHABLE AGRICULTURAL FOOD PRODUCT IS NOT SAFE FOR HUMAN
 CONSUMPTION IF:

14 (I) THE INFORMATION IS NOT BASED ON RELIABLE, SCIENTIFIC 15 FACTS OR DATA; AND

16 (II) THE PERSON DISSEMINATING THE INFORMATION KNOWS OR17 SHOULD HAVE KNOWN THE INFORMATION TO BE FALSE.

(3) "PERISHABLE AGRICULTURAL FOOD PRODUCT" MEANS ANY
 AGRICULTURAL OR AQUACULTURAL FOOD PRODUCT OR COMMODITY GROWN OR
 PRODUCED WITHIN THE STATE THAT IS SOLD OR DISTRIBUTED IN A FORM THAT
 WILL PERISH OR DECAY WITHIN A REASONABLE PERIOD OF TIME.

(B) (+) A PRODUCER OR AN ASSOCIATION REPRESENTING PRODUCERS OF
PERISHABLE AGRICULTURAL FOOD PRODUCTS THAT SUFFERS DAMAGES AS A
RESULT OF A PERSON'S DISPARAGEMENT OF THE AGRICULTURAL FOOD PRODUCT
MAY MAINTAIN AN ACTION AGAINST THAT PERSON FOR COMPENSATORY DAMAGES
AND FOR ANY OTHER RELIEF A COURT OF COMPETENT JURISDICTION DEEMS
CONSIDERS APPROPRIATE, INCLUDING BUT NOT LIMITED TO PUNITIVE DAMAGES.

(2) IN ADDITION TO THE DAMAGES SET FORTH IN PARAGRAPH (1) OF
 THIS SUBSECTION, A PERSON WHO DISPARAGES A PERISHABLE AGRICULTURAL
 FOOD PRODUCT WITH THE INTENT TO HARM THE PRODUCER OR ASSOCIATION IS
 LIABLE FOR TREBLE DAMAGES.

32 Article - Courts and Judicial Proceedings

33 5-101.

A civil action at law shall be filed within three years from the date it accrues unless another provision of the Code provides a different period of time within which an action shall be commenced.

37 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed38 only prospectively and may not be applied or interpreted to have any effect on or

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- 1 application to any causes of action for disparagement of perishable agricultural food
- 2 products that arise before the effective date of this Act.
- 3 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect4 October 1, 1996.