Citations Affected:  IC 15-16.

Synopsis:  Enforcement of pesticide violations. Provides a list of violations for which the state chemist may impose a civil penalty. Eliminates the schedule of civil penalties as adopted by the Indiana pesticide review board. (Under current law, the state chemist imposes a civil penalty in accordance with a schedule of civil penalties as adopted by the Indiana pesticide review board.) Provides that the state chemist may adjust a civil penalty by 20% for certain violations if a person responsible for the violation takes mitigating actions.

Effective:  July 1, 2021.

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January 7, 2021, read first time and referred to Committee on Agriculture.
SENATE BILL No. 227

A BILL FOR AN ACT to amend the Indiana Code concerning agriculture and animals.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 15-16-4-3.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 3.5. As used in this chapter, "adverse effect" means a pesticide exposure to a nontarget site (as defined in 357 IAC 1-12-1) that results in:

(1) pesticide residues in excess of established food or feed tolerances established by the United States Environmental Protection Agency;

(2) environmental media standards or benchmarks for pesticides established by a federal or state agency; or

(3) visible, measurable, or documented:

(A) death;

(B) illness;

(C) stunting;

(D) deformation;

(E) discoloration; or

(F) other effects;
that are detrimental to the nontarget site.

SECTION 2. IC 15-16-4-69, AS AMENDED BY P.L.91-2020, SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 69. (a) Subject to this section, if a person violates this chapter or a rule adopted under this chapter, the state chemist under IC 4-21.5-3-6 may warn, cite, or impose a civil penalty on the person or:

(1) deny;
(2) suspend;
(3) revoke; or
(4) amend;

the person's registration under this chapter.
(b) The state chemist may impose civil penalties under this section only in accordance with the schedule of civil penalties adopted by the board. The board shall establish a schedule of the civil penalties that may be imposed under subsection (a) by rule adopted under IC 4-22-2. The rule adopted under this subsection may not provide for a civil penalty that exceeds the following:

(1) Two hundred fifty dollars ($250) for a person's first violation.
(2) Five hundred dollars ($500) for a person's second violation.
(3) One thousand dollars ($1,000) for a person's third violation and each subsequent violation.

(c) Except for a violation described in subsection (d) or (e), the state chemist may impose a civil penalty not exceeding two hundred fifty dollars ($250) for a violation of this chapter or any rule adopted under this chapter. A civil penalty imposed under this subsection may be adjusted for mitigating actions described in subsection (f). A civil penalty under this subsection may not be imposed unless a warning for a violation has previously been issued to the person for the same violation within the previous five (5) years.
(d) Subject to adjustment under subsection (f) for mitigating actions, the state chemist may impose a civil penalty not exceeding five hundred dollars ($500) if the state chemist finds that a person has done any of the following:

(1) Unknowingly committed an act described in section 57(1) of this chapter.
(2) Committed an act described in section 57(2) through 57(5) of this chapter.
(3) Unknowingly committed an act described in section 66(1) of this chapter.
(4) Committed an act described in section 66(2) or 66(3) of this chapter.
(5) Unknowingly committed an act described in 357 IAC 1-3-3.
(6) Stored a nonrestricted use pesticide in a minibulk pesticide storage container outside of secondary containment.

(e) The state chemist may impose a civil penalty of one thousand dollars ($1,000) if the state chemist finds that a person has done any of the following:
(1) Knowingly committed an act described in section 57(1) of this chapter.
(2) Committed an act described in section 57(9) of this chapter.
(3) Knowingly committed an act described in section 66(1) of this chapter.
(4) Committed an act described in section 67, 68, 73(c), or 77 of this chapter.
(5) Committed an act described in 357 IAC 1-3-2.
(6) Knowingly committed an act described in 357 IAC 1-3-3.
(7) Stored:
   (A) any pesticide in a bulk pesticide storage container; or
   (B) a restricted use pesticide in a minibulk pesticide storage container;
   outside of secondary containment.
(8) After notice, refused to comply with this chapter, the rules adopted under this chapter, or a lawful order of the state chemist or board.

(f) The state chemist may not adjust the amount of the civil penalty for a violation listed in subsection (e). The state chemist may reduce the amount of the civil penalty for a violation listed in subsection (c) or (d) if the state chemist finds that the person responsible for the violation has taken any of the following mitigating actions:
(1) Cooperated with the state chemist during the investigation or inspection process.
(2) Took corrective action to prevent future similar violations.
(3) Compensated a victim for any adverse effects that resulted from the violation.

The state chemist may reduce the amount of the civil penalty by twenty percent (20%) for each mitigating action taken by the
person responsible for the violation.

(g) A proceeding under IC 4-21.5-3 that involves the imposition of a civil penalty may be consolidated with any other proceeding commenced under IC 4-21.5 to enforce this chapter or the rules adopted under this chapter.

(h) Money collected for civil penalties imposed under this section shall be credited to the office of Purdue pesticide programs. The money may be used only to provide education about pesticides.

SECTION 3. IC 15-16-5-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 0.5. As used in this chapter, "adverse effect" has the meaning set forth in IC 15-16-4-3.5.

SECTION 4. IC 15-16-5-66, AS AMENDED BY P.L.91-2020, SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 66. (a) The state chemist may impose civil penalties under this section only in accordance with the schedule of civil penalties adopted by the board: subsections (b) through (d).

However, this section does not require the state chemist to impose a civil penalty on a person for any violation of this chapter or a rule adopted under this chapter.

(b) The board shall establish a schedule of civil penalties that may be imposed under section 65 of this chapter by rule adopted under IC 4-22-2. The rule adopted under this subsection may not provide for a civil penalty that exceeds the following:

(1) For a violation committed by a person who is required to be certified as a private applicator, one hundred dollars ($100).

(2) For a violation by a person who is not described in subdivision (1), the following:

(A) Two hundred fifty dollars ($250) for a person's first violation.

(B) Five hundred dollars ($500) for a person's second violation.

(C) One thousand dollars ($1,000) for a person's third violation and each subsequent violation.

(b) Except for a violation described in subsection (c) or (d), the state chemist may impose a civil penalty not exceeding two hundred fifty dollars ($250) for a violation of this chapter or any rule adopted under this chapter. A civil penalty imposed under this subsection may be adjusted for mitigating actions described in subsection (e). A civil penalty under this subsection may not be imposed unless a warning for a violation has previously been issued to the person for the same violation within the previous five (5) years.

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years.

(c) Subject to adjustment under subsection (e) for mitigating actions, the state chemist may impose a civil penalty not exceeding five hundred dollars ($500) if the state chemist finds that a person has done any of the following:

(1) After written notice, neglected to:
   (A) keep and maintain records; or
   (B) make reports and supply information when required or requested by the state chemist in the course of an investigation or inspection;

as described in section 65(7) of this chapter.

(2) Committed an act described in section 65(8) of this chapter.

(3) Unknowingly committed an act described in section 65(9) or 65(10) of this chapter.

(4) After written notice, neglected to comply with any limitations or restrictions on or in a duly issued license, permit, registration, or certification as described in section 65(12) of this chapter.

(5) Committed an act described in section 65(14) or 65(16) of this chapter.

(6) Recommended, used, or supervised the use of a nonrestricted use pesticide product in a manner inconsistent with its labeling and resulting in an adverse effect.

(7) Recommended, used, or supervised the use of a restricted use pesticide product in a manner inconsistent with its labeling and resulting in no adverse effect.

(8) Applied a nonrestricted use pesticide in a manner that allows it to drift from the target site in a sufficient quantity to cause an adverse effect to a nontarget site (as defined in 357 IAC 1-12-1).

(d) The state chemist may impose a civil penalty of one thousand dollars ($1,000) if the state chemist finds that a person has done any of the following:

(1) Committed an act described in section 64(a) of this chapter.

(2) Committed an act described in section 65(5) of this chapter.

(3) After notice, refused to comply with this chapter, the rules adopted under this chapter, or any lawful order of the state chemist or the board as described in section 65(6) of this chapter.
(4) Refused to:
   (A) keep and maintain records; or
   (B) make reports and supply information when required or
        requested by the state chemist in the course of an
        investigation or inspection;
   as described in section 65(7) of this chapter.
(5) Intentionally committed an act described in section 65(8)
   of this chapter.
(6) Knowingly committed an act described in section 65(9) or
    65(10) of this chapter.
(7) Committed an act described in section 65(11) of this
    chapter.
(8) Refused to comply with any limitations or restrictions on
    or in a duly issued license, permit, registration, or
    certification as described in section 65(12) of this chapter;
(9) Committed an act described in section 65(13), 65(15),
    65(18), or 65(19) of this chapter.
(10) Committed an act described in 355 IAC 4-7-7.
(11) Recommended, used, or supervised the use of a restricted
    use pesticide product in a manner inconsistent with its
    labeling and resulting in an adverse effect.
(12) Applied a restricted use pesticide in a manner that allows
    it to drift from the target site in a sufficient quantity to cause
    an adverse effect to a nontarget site (as defined in 357 IAC
    1-12-1).

e) The state chemist may not adjust the amount of the civil
penalty for a violation listed in subsection (d). The state chemist
may reduce the amount of the civil penalty for a violation listed in
subsection (b) or (c) if the state chemist finds that the person
responsible for the violation has taken any of the following
mitigating actions:
   (1) Cooperated with the state chemist during the investigation
       or inspection process.
   (2) Took corrective action to prevent future similar violations.
   (3) Compensated a victim for any adverse effects that resulted
       from the violation.
The state chemist may reduce the amount of the civil penalty by
twenty percent (20%) for each mitigating action taken by the
person responsible for the violation.

e) (f) A proceeding under IC 4-21.5-3 that involves a civil penalty
may be consolidated with any other proceeding commenced under
IC 4-21.5 to enforce this chapter or the rules adopted under this

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chapter.

(d) (g) Money collected for civil penalties imposed under section 65 of this chapter shall be credited to the office of Purdue pesticide programs. The money may be used only to provide education about pesticides.