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## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 537

## BY AGRICULTURAL AFFAIRS COMMITTEE

AN ACT

RELATING TO FOOD SAFETY; AMENDING SECTION 22-113, IDAHO CODE, TO REVISE PRO-VISIONS REGARDING THE REGULATION OF NONRETAIL ACTIVITIES SUBJECT TO THE FOOD AND DRUG ADMINISTRATION'S FOOD SAFETY MODERNIZATION ACT, TO PRO-VIDE FOR THE TRANSITION OF EXISTING CONTRACTS AND CONTRACTING AUTHOR-ITY AND TO SPECIFY THAT THE IDAHO STATE DEPARTMENT OF AGRICULTURE, IN CONSULTATION AND COOPERATION WITH THE DEPARTMENT OF HEALTH AND WELFARE, SHALL CONDUCT NEGOTIATED RULEMAKING TO PROVIDE FOR IMPLEMENTATION OF CERTAIN REGULATION; AND AMENDING TITLE 22, IDAHO CODE, BY THE ADDITION OF A NEW CHAPTER 54, TITLE 22, IDAHO CODE, TO PROVIDE A TITLE, TO PROVIDE LEGISLATIVE INTENT, TO DEFINE TERMS, TO PROVIDE FOR ADMINISTRATION AND ENFORCEMENT, TO PROVIDE FOR RULEMAKING, TO PROVIDE FOR COOPERATION WITH OTHER AGENCIES AND ENTITIES, TO PROVIDE FOR INSPECTIONS, TO PROVIDE FOR VIOLATIONS AND PENALTIES, TO PROVIDE FOR COORDINATION BETWEEN THE IDAHO STATE DEPARTMENT OF AGRICULTURE AND THE DEPARTMENT OF HEALTH AND WEL-FARE AND TO PROVIDE FOR PRODUCE THAT IS IN VIOLATION OF SPECIFIED LAW OR RULES.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 22-113, Idaho Code, be, and the same is hereby amended to read as follows:

UNITED STATES FOOD AND DRUG ADMINISTRATION FOOD SAFETY 22-113. MODERNIZATION ACT -- REGULATIONS FOR HUMAN FOOD PROCESSING. The Idaho legislature hereby directs that the Idaho state department of agriculture shall be the delegated state authority for regulation of any nonretail activities subject to the United States food and drug administration food safety modernization act, in the event the legislature enacts legislation directing that the state should seek federal authorization of such requlation, provided such nonretail activity is subject to registration under section 415 of the federal food, drug and cosmetic act. Prior to the department of agriculture engaging in the regulation of any activities pursuant to the provisions of this section, the department of agriculture, in consultation and cooperation with the department of health and welfare, shall conduct negotiated rulemaking to provide for the implementation of such regulation contracting agency for inspections in the state of Idaho that are contracted by the United States food and drug administration for the inspection of nonretail activities subject to registration under section 415 of the federal food, drug and cosmetic act. Any existing contracts and contracting authority shall transition to the Idaho state department of agriculture by September 29, 2019. Processors conducting nonretail activities and not subject to registration under section 415 of the federal food, drug and cosmetic  $act_T$  shall not be subject to regulation by the Idaho state department of agriculture pursuant to the provisions of this section. Prior to the Idaho state department of agriculture engaging in the regulation of any activities pursuant to the provisions of this section, the Idaho state department of agriculture, in consultation and cooperation with the department of health and welfare, shall conduct negotiated rulemaking to provide for the implementation of such regulation.

SECTION 2. That Title 22, Idaho Code, be, and the same is hereby amended by the addition thereto of a <u>NEW CHAPTER</u>, to be known and designated as Chapter 54, Title 22, Idaho Code, and to read as follows:

## CHAPTER 54 IDAHO PRODUCE SAFETY

22-5401. TITLE. This chapter shall be known and may be cited as the "Idaho Produce Safety Law."

22-5402. LEGISLATIVE INTENT. The legislative intent of this act is to authorize the Idaho state department of agriculture to administer and enforce this act, the produce safety rule, not to exceed the standards required by federal law. The Idaho state department of agriculture shall create a program capable of fulfilling a thorough and competent preventive food safety system through a collaborative and cooperative effort that will demonstrate movement toward the goal of improved produce safety. Such program shall ensure that fresh fruit and vegetables meet standards to provide the safest food to consumers and improve access to wholesome nutritious fresh produce across the state, the nation and the world.

22-5403. DEFINITIONS. As used in this chapter:

- (1) "Department" means the Idaho state department of agriculture.
- (2) "Director" means the director of the Idaho state department of agriculture or the director's designee.
- (3) "Facility" in this chapter also includes a "mixed-type facility" as defined in the produce safety rule.
  - (4) "Farm" has the same meaning as provided in the produce safety rule.
- (5) "Produce safety rule" means the standards for growing, harvesting, packing and holding of produce for human consumption promulgated pursuant to the food and drug administration food, drug and cosmetic act.
- 22-5404. ADMINISTRATION -- ENFORCEMENT -- RULES AND COOPERATION. (1) The department is authorized to administer and enforce this chapter. The authority granted to the department under this chapter is in addition to, and not in lieu of, any other lawful authority granted to the department under state or federal law to administer and enforce requirements related to food safety. The director is authorized, in conformance with chapter 52, title 67, Idaho Code, to promulgate rules necessary to administer the purpose and provisions of this chapter.
- (2) The director shall administer and enforce the produce safety rule with moneys appropriated to the department by the federal government for the purpose of administering and enforcing the produce safety rule. Provided however, if the federal government does not appropriate moneys for this purpose or if the produce safety rule or its authorizing statute is repealed or

made void, the director will cease enforcing the produce safety rule, this chapter and the rules promulgated under this chapter. Any exemption made to the requirements of the produce safety rule will also apply to this chapter and the rules promulgated under this chapter.

- (3) The director may cooperate with and enter into agreements with governmental agencies of this state, other states, agencies of the federal government, private associations, and regulated persons and entities in order to carry out the purpose and provisions of this chapter.
- 22-5405. INSPECTIONS. (1) The director, during normal business hours, may enter any farm or facility that grows, harvests, packs or holds produce for human consumption to:
  - (a) Inspect that farm or facility to determine whether this chapter and the rules promulgated under this chapter are being violated;
  - (b) Review and copy the farm or facility's records that are relevant to the enforcement of this chapter; and
  - (c) Secure and test samples needed to verify compliance with this chapter and the rules promulgated under this chapter. The director shall conduct inspections and sample collections and tests in a reasonable manner.
- (2) If the owner or operator of any farm or facility described in subsection (1) of this section, or the owner or operator's authorized agent, refuses to admit the director to inspect pursuant to subsection (1) of this section, the director may obtain from any state court of competent jurisdiction an administrative warrant directing that owner, operator or agent to submit the premises described in the warrant to inspection.
- 22-5406. VIOLATIONS -- PENALTIES. (1) (a) It is a violation for any person to:
  - (i) Fail to comply with any of the provisions of this chapter or any rules promulgated under this chapter; or
  - (ii) Interfere or attempt to interfere with the director in the performance of his duties under this chapter or rules promulgated under this chapter.
  - (b) The department may assess a civil penalty against a violator of not more than ten thousand dollars (\$10,000) for each violation or one thousand dollars (\$1,000) for each day of a continuing violation, in addition to reasonable attorney's fees in accordance with section 12-117, Idaho Code.
- (2) The department may assess a civil penalty in conjunction with any other department administrative action.
- (3) The department may not assess a civil penalty unless the person charged was given notice and opportunity for a hearing pursuant to the Idaho administrative procedure act, chapter 52, title 67, Idaho Code.
- (4) If the department is unable to collect such penalty, or if any person fails to pay all or a set portion of the civil penalty as determined by the department, it may recover such amount by action in the appropriate district court. In addition to the assessed penalty, the department shall be entitled to recover, in accordance with section 12-117, Idaho Code, reasonable attorney's fees and costs incurred in such action or on appeal from such action.

- (5) Any person against whom the department has assessed a civil penalty under the provisions of this section may, within thirty (30) days of the final action by the department, appeal the assessment to the district court of the county in which the violation is alleged by the department to have occurred.
- (6) All civil penalties collected pursuant to this section shall be remitted to the produce safety account of the department.
- 22-5407. COORDINATION WITH DEPARTMENT OF HEALTH AND WELFARE. (1) In the event the department of health and welfare or the Idaho state department of agriculture finds or has probable cause to believe that any produce:
  - (a) Is adulterated within the meaning of chapter 1, title 37, Idaho Code;
  - (b) Is so misbranded as to be dangerous or fraudulent within the meaning of chapter 1, title 37, Idaho Code;
  - (c) Is unsound;

- (d) Contains any filthy, decomposed or putrid substance;
- (e) May be poisonous or deleterious to health or otherwise unsafe; or
- (f) Is offered or exposed for sale or held in possession with intent to distribute or sell, or is intended for distribution or sale in violation of any provision of chapter 1, title 37, Idaho Code, or the provisions of this chapter.
- (2) In the event the Idaho state department of agriculture finds that produce is found to be in violation of this chapter or rules promulgated under this chapter, the department may issue and enforce a stop sale, use or removal order to the distributor, owner or custodian of the produce and hold the produce, or order it held, at a designated place until the law has been complied with and the produce is released in writing by the department, or the violation has been otherwise legally disposed of by written authority. Any person adversely affected by the department's determination may seek remedies as prescribed under the provisions of chapter 52, title 67, Idaho Code.