CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6377

Chapter 157, Laws of 2006

59th Legislature 2006 Regular Session

MILK OR MILK PRODUCTS

EFFECTIVE DATE: 6/7/06

Passed by the Senate March 4, 2006 YEAS 43 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House March 1, 2006 YEAS 88 NAYS 10

FRANK CHOPP

Speaker of the House of Representatives

Approved March 20, 2006.

CERTIFICATE

I, Thomas Hoemann, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6377** as passed by the Senate and the House of Representatives on the dates hereon set forth.

THOMAS HOEMANN

Secretary

FILED

March 20, 2006 - 3:25 p.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 6377

AS AMENDED BY THE HOUSE

Passed Legislature - 2006 Regular Session

State of Washington 59th Legislature 2006 Regular Session

By Senate Committee on Agriculture & Rural Economic Development (originally sponsored by Senators Doumit, Rasmussen, Schoesler, Swecker, Morton, Zarelli, Shin and Pflug)

READ FIRST TIME 01/27/06.

AN ACT Relating to regulation of milk and milk products; amending RCW 15.36.012, 15.36.111, and 15.36.511; adding new sections to chapter 15.36 RCW; creating new sections; and prescribing penalties.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 NEW SECTION. sec. 1. The legislature finds that chapter 15.36 RCW includes the regulation of raw milk and raw milk products including 6 arrangements known as "cow shares" in which one or more individuals 7 8 purchase one or more shares in a milk-producing animal in return for a 9 portion of the milk that is produced. The legislature also finds that 10 the agencies charged with protecting public health and safety need to have strong enforcement mechanisms and be able to respond rapidly, 11 12 comprehensively, and effectively. It is not the intent of this act to prohibit either the sale of raw milk or cow share or similar 13 arrangements by producers and processors who are properly licensed 14 15 under chapter 15.36 RCW.

16 **Sec. 2.** RCW 15.36.012 and 1999 c 291 s 1 are each amended to read 17 as follows:

18 For the purpose of this chapter:

SSB 6377.SL

"Adulterated milk" means milk that is deemed adulterated under
 appendix L of the PMO.

3 "Colostrum milk" means milk produced within ten days before or 4 until practically colostrum free after parturition.

5 "DMO" means supplement I, the recommended sanitation ordinance for 6 grade A condensed and dry milk products and condensed and dry whey, to 7 the PMO published by the United States public health service, food and 8 drug administration.

9 "Dairy farm" means a place or premises where one or more cows, 10 goats, or other mammals are kept, a part or all of the milk or milk 11 products from which is sold or offered for sale ((to a milk processing 12 plant, transfer station, or receiving station)).

"Dairy technician" means any person who takes samples of milk or cream or fluid derivatives thereof, on which sample tests are to be made as a basis of payment, or who grades, weighs, or measures milk or cream or the fluid derivatives thereof, the grade, weight, or measure to be used as a basis of payment, or who operates equipment wherein milk or products thereof are pasteurized.

19 "Degrade" means the lowering in grade from grade A to grade C.

20 "Department" means the state department of agriculture.

21 "Director" means the director of agriculture of the state of 22 Washington or the director's duly authorized representative.

"Grade A milk processing plant" means any milk processing plant that meets all of the standards of the PMO to process grade A pasteurized milk or milk products.

26 "Grade A pasteurized milk" means grade A raw milk that has been 27 pasteurized.

"Grade A raw milk" means raw milk produced upon dairy farms conforming with all of the items of sanitation contained in the PMO, in which the bacterial plate count does not exceed twenty thousand per milliliter and the coliform count does not exceed ten per milliliter as determined in accordance with RCW 15.36.201.

"Grade A raw milk for pasteurization" means raw milk produced upon dairy farms conforming with all of the same items of sanitation contained in the PMO of grade A raw milk, and the bacterial plate count, as delivered from the farm, does not exceed eighty thousand per milliliter as determined in accordance with RCW 15.36.201. 1

"Grade C milk" is milk that violates any of the requirements for 2 grade A milk but that is not deemed to be adulterated.

"Milk" means the lacteal secretion, practically free of colostrum, 3 obtained by the complete milking of one or more healthy cows, goats, or 4 5 other mammals.

"Milk hauler" means a person who transports milk or milk products б 7 in bulk to or from a milk processing plant, receiving station, or 8 transfer station.

9 "Milk processing" means the handling, preparing, packaging, or processing of milk in any manner in preparation for sale as food, as 10 defined in chapter 69.04 RCW. Milk processing does not include milking 11 or producing milk on a dairy farm that is shipped to a milk processing 12 13 plant for further processing.

14 "Milk processing plant" means a place, premises, or establishment where milk or milk products are collected, handled, processed, stored, 15 16 bottled, pasteurized, aseptically processed, bottled, or prepared for 17 distribution, except an establishment that merely receives the processed milk products and serves them or sells them at retail. 18

"Milk products" means the product of a milk manufacturing process. 19 "Misbranded milk" means milk or milk products that carries a grade 20 21 label unless such grade label has been awarded by the director and not 22 revoked, or that fails to conform in any other respect with the 23 statements on the label.

24 "Official laboratory" means a biological, chemical, or physical 25 laboratory that is under the direct supervision of the state or a local regulatory agency. 26

27 "Officially designated laboratory" means a commercial laboratory authorized to do official work by the department, or a milk industry 28 laboratory officially designated by the department for the examination 29 of grade A raw milk for pasteurization and commingled milk tank truck 30 31 samples of raw milk for antibiotic residues and bacterial limits.

32 "PMO" means the grade "A" pasteurized milk ordinance published by the United States public health service, food and drug administration. 33 "Pasteurized" means the process of heating every particle of milk 34 or milk product in properly designed and operated equipment to the 35 temperature and time standards specified in the PMO. 36

37 "Person" means an individual, partnership, firm, corporation, 38 company, trustee, or association.

"Producer" means a person or organization who operates a dairy farm and provides, sells, or offers milk for sale ((to a milk processing plant, receiving station, or transfer station)).

Receiving station" means a place, premises, or establishment where
raw milk is received, collected, handled, stored, or cooled and
prepared for further transporting.

7 "Sale" means selling, offering for sale, holding for sale,
8 preparing for sale, <u>distributing</u>, <u>dispensing</u>, <u>delivering</u>, <u>supplying</u>,
9 trading, bartering, offering a gift as an inducement for sale of, and
10 advertising for sale in any media.

"Transfer station" means any place, premises, or establishment where milk or milk products are transferred directly from one milk tank truck to another.

14 "Wash station" means a place, facility, or establishment where milk 15 tanker trucks are cleaned in accordance with the standards of the PMO.

16 **Sec. 3.** RCW 15.36.111 and 1999 c 291 s 6 are each amended to read 17 as follows:

(1) The director shall inspect all dairy farms and all milk 18 processing plants prior to issuance of a license under this chapter and 19 20 at a frequency determined by the director by rule: PROVIDED, That the 21 director may accept the results of periodic industry inspections of producer dairies if such inspections have been officially checked 22 23 periodically and found satisfactory. In case the director discovers 24 the violation of any item of grade requirement, he or she shall make a second inspection after a lapse of such time as he or she deems 25 26 necessary for the defect to be remedied, but not before the lapse of three days, and the second inspection shall be used in determining 27 compliance with the grade requirements of this chapter. Whenever there 28 is any violation of the same requirement of this chapter on the second 29 30 inspection, the director may initiate proceedings to degrade, suspend 31 the license, or assess a civil penalty.

32 (2) One copy of the inspection report detailing the grade 33 requirement violations shall be posted by the director in a conspicuous 34 place upon an inside wall of the milk tank room or a mutually agreed 35 upon location on a dairy farm or given to an operator of the milk 36 processing plant, and said inspection report shall not be defaced or

removed by any person except the director. Another copy of the
 inspection report shall be filed with the records of the director.

(3) Every milk producer and milk processing plant shall permit the 3 director access to all parts of the establishment during the working 4 hours of the producer or milk processing plant, which shall at a 5 minimum include the hours from 8 a.m. to 5 p.m., and every milk 6 processing plant shall furnish the director, upon his or her request, 7 for official use only, samples of any milk product for laboratory 8 analysis, and a true statement of the actual quantities of milk and 9 10 milk products of each grade purchased and sold((, together with a list of all sources, records of inspections and tests, and recording 11 12 thermometer charts)).

13 (4) The director shall have access to all parts of a dairy farm or 14 facility that is not licensed as a milk producer or milk processing plant if the director has information that the dairy farm or facility 15 is engaged in activities that require a license under this chapter. 16 The director shall have access during the working hours of the dairy 17 farm or facility, which shall at a minimum include the hours from 8 18 a.m. to 5 p.m. The director shall have the authority to take samples 19 of milk or any milk products and water and environmental samples for 20 21 laboratory analysis. For all establishments subject to this subsection and subsection (3) of this section, the director shall have access to 22 records including, but not limited to, customer lists, milk production 23 24 records, temperature records, and records of inspections and tests.

(5) If the director is denied access to a dairy farm or milk 25 26 processing plant, the director may apply to a court of competent 27 jurisdiction for a search warrant authorizing access to the property and facilities for purposes of conducting tests and inspections, taking 28 samples, and examining records. To show that access is denied, the 29 director shall file with the court an affidavit or declaration 30 containing a description of his or her attempts to notify and locate 31 the owner or the owner's agent and to secure consent. Upon 32 application, the court may issue a search warrant for the purposes 33 34 requested.

35 **Sec. 4.** RCW 15.36.511 and 1999 c 291 s 24 are each amended to read 36 as follows:

37 <u>(1)</u> It is unlawful for any person to:

1 (((+))) (a) Interfere with or obstruct any person in the 2 performance of official duties under this chapter;

3 (((2))) <u>(b)</u> Employ a tester, sampler, weigher, grader, or 4 pasteurizer who is not licensed as a dairy technician;

5 (((3))) <u>(c)</u> Alter or tamper with a seal placed by the director; 6 ((or

7 (4))) (d) Alter or tamper with a sample of milk or milk products
8 taken or sealed by the director; or

9 <u>(e) Operate as a milk producer or milk processing plant without</u> 10 <u>obtaining a license from the director</u>.

11 (2) Except as provided under RCW ((15.35.131)) 15.36.131, it is 12 unlawful for a milk processing plant to accept milk from a person not 13 licensed as a producer or milk processor.

14 <u>NEW SECTION.</u> Sec. 5. A new section is added to chapter 15.36 RCW 15 to read as follows:

16 The director may issue a cease and desist order to any person whom 17 the director has reason to believe is engaged in an activity for which 18 a license is required by this chapter. The person to whom such notice 19 is issued may request an adjudicative proceeding to contest the order.

20 <u>NEW SECTION.</u> Sec. 6. A new section is added to chapter 15.36 RCW 21 to read as follows:

22 (1) When the director has probable cause to believe that milk or 23 milk products are being sold, distributed, stored, or transported in violation of this chapter or rules adopted under this chapter, the 24 25 director may issue and serve upon the owner or custodian of the milk or milk products a written notice of embargo and order prohibiting the 26 sale of the milk or milk products. If the owner or custodian is not 27 available for service, the director may attach the notice of embargo 28 29 and order prohibiting sale to the container holding the milk or milk 30 products. The milk or milk products shall not be sold, used, or removed until this chapter has been complied with and the milk or milk 31 32 products have been released from embargo under conditions specified by the director in writing. 33

34 (2) The department may issue a destruction and disposal order
 35 covering any embargoed milk or milk products. The destruction and
 36 disposal shall occur at the cost of the owner or custodian.

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(3) The person to whom the notice of embargo and order prohibiting
 sale was issued or the person to whom a destruction or disposal order
 was issued may request an adjudicative proceeding to contest the order.
 (4) A state court shall not allow the recovery of damages from an
 administrative action under this section if the court finds there was

6 probable cause for the action.

7 <u>NEW SECTION.</u> Sec. 7. A new section is added to chapter 15.36 RCW 8 to read as follows:

9 (1) It is unlawful for any person to sell raw milk from a dairy 10 farm that is not licensed as a milk producer or a milk processing plant 11 under this chapter.

12 (2) The sale of raw milk from a dairy farm that is not licensed as 13 a milk producer and a milk processing plant under this chapter 14 constitutes:

15

(a) For the first offense, a misdemeanor; and

16 (b) For the second and subsequent offenses, a gross misdemeanor 17 punishable according to chapter 9A.20 RCW.

18 (3) Neither the issuance of a cease and desist order nor payment of 19 a civil penalty relieves the person so selling raw milk from criminal 20 prosecution, but the remedy of a cease and desist order or civil 21 penalty is in addition to any criminal liability.

NEW SECTION. Sec. 8. (1) The legislature finds that small-scale dairies have varying degrees of familiarity with statutory and regulatory requirements and the range of acceptable methods they can use to meet those requirements. The legislature therefore directs the department of agriculture to convene a work group to identify and help resolve obstacles faced by small-scale dairies in their efforts to become licensed as milk producers and milk processing plants.

29 (2) The director of the department of agriculture shall include in 30 the work group representatives of small-scale and conventional dairies, officials, the cooperative extension, 31 public health industrv associations, consumers, and other stakeholders as the director deems 32 Representatives from the department's food safety and 33 appropriate. 34 small farms direct marketing programs shall staff the work group.

35 (3) The work group shall:

- (a) Identify barriers to small-scale dairies in achieving
 licensing;
- 3 (b) Examine potential solutions to those barriers that are 4 size-appropriate and economically feasible;
- 5 (c) Identify sources of technical assistance and information on 6 best management practices; and
- 7 (d) Recommend other actions that will assist small-scale dairies to 8 become licensed.
- 9 (4) By December 1, 2006, the department of agriculture and 10 representatives of the work group shall report on their work and 11 recommendations to appropriate standing committees of the legislature.
 - Passed by the Senate March 4, 2006. Passed by the House March 1, 2006. Approved by the Governor March 20, 2006. Filed in Office of Secretary of State March 20, 2006.