H-1614.	. 2			

SUBSTITUTE HOUSE BILL 1429

State of Washington 53rd Legislature 1993 Regular Session

By House Committee on Agriculture & Rural Development (originally sponsored by Representatives Rayburn, Chandler, Orr and Lisk)

Read first time 02/19/93.

- 1 AN ACT Relating to exempting domestic wineries from chapter 20.01
- 2 RCW; and reenacting and amending RCW 20.01.030.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 20.01.030 and 1989 c 354 s 38 and 1989 c 307 s 37 are 5 each reenacted and amended to read as follows:
 - This chapter does not apply to:

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7 cooperative marketing associations or federations incorporated under, or whose articles of incorporation and bylaws are 8 9 equivalent to, the requirements of chapter 23.86 RCW, except as to that 10 portion of the activities of the association or federation that involve the handling or dealing in the agricultural products of nonmembers of 11 the organization: PROVIDED, That the associations or federations may 12 13 purchase up to fifteen percent of their gross from nonmembers for the 14 purpose of filling orders: PROVIDED FURTHER, That if the cooperative 15 or association acts as a processor as defined in RCW 20.01.500(2) and markets the processed agricultural crops on behalf of the grower or its 16 17 own behalf, the association or federation is subject to the provisions of RCW 20.01.500 through 20.01.560 and the license provision of this 18 19 chapter excluding bonding provisions: PROVIDED FURTHER, That none of

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- the foregoing exemptions in this subsection apply to any such cooperative or federation dealing in or handling grain in any manner, and not licensed under the provisions of chapter 22.09 RCW;
- 4 (2) Any person who sells exclusively his or her own agricultural products as the producer thereof;
- 6 (3) Any public livestock market operating under a bond required by
 7 law or a bond required by the United States to secure the performance
 8 of the public livestock market's obligation. However, any such market
 9 operating as a livestock dealer or order buyer, or both, is subject to
 10 all provisions of this chapter except for the payment of the license
 11 fee required in RCW 20.01.040;
- 12 (4) Any retail merchant having a bona fide fixed or permanent place 13 of business in this state, but only for the retail merchant's retail 14 business conducted at such fixed or established place of business;
- 15 (5) Any person buying farm products for his or her own use or 16 consumption;
- 17 (6) Any warehouseman or grain dealer licensed under the state grain 18 warehouse act, chapter 22.09 RCW, with respect to his or her handling 19 of any agricultural product as defined under that chapter;
- 20 (7) Any nurseryman who is required to be licensed under the 21 horticultural laws of the state with respect to his or her operations 22 as such licensee;
- 23 (8) Any person licensed under the now existing dairy laws of the 24 state with respect to his or her operations as such licensee;
- 25 (9) Any producer who purchases less than fifteen percent of his or 26 her volume to complete orders;
- (10) Any person, association, or corporation regulated under chapter 67.16 RCW and the rules adopted thereunder while performing acts regulated by that chapter and the rules adopted thereunder:
- 30 (11) Any domestic winery, as defined in RCW 66.04.010 and licensed 31 under Title 66 RCW, with respect to its transactions involving 32 agricultural products used in making wine.

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