## SENATE BILL 5426

State of Washington 58th Legislature 2003 Regular Session

By Senators Oke and Doumit

Read first time 01/24/2003. Referred to Committee on Parks, Fish & Wildlife.

1 AN ACT Relating to the selling of commercially harvested fish; and 2 amending RCW 77.65.510, 77.65.515, 77.65.520, and 36.71.090.

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

4 Sec. 1. RCW 77.65.510 and 2002 c 301 s 2 are each amended to read 5 as follows:

(1) The department must establish and administer a direct retail 6 7 endorsement to serve as a single license that permits the holder of a 8 Washington salmon, sturgeon, tuna, or crab commercial fishing license to clean, dress, and sell his or her catch directly to consumers at 9 10 retail, including over the internet. The direct retail endorsement must be issued as an optional addition to all holders of a salmon, 11 12 sturgeon, tuna, or crab commercial fishing license that the department offers under this chapter. 13

14 (2) The direct retail endorsement must be offered at the time of 15 application for the qualifying commercial fishing license. Individuals 16 in possession of a qualifying commercial fishing license issued under 17 this chapter may add a direct retail endorsement to their current 18 license at ((the time they renew their commercial fishing license)) any 19 time. Individuals who do not have a commercial fishing license for 1 salmon, sturgeon, tuna, or crab issued under this chapter may not 2 receive a direct retail endorsement. The costs, conditions, 3 responsibilities, and privileges associated with the endorsed 4 commercial fishing license is not affected or altered in any way by the 5 addition of a direct retail endorsement. These costs include the base 6 cost of the license and any revenue and excise taxes.

7 (3) An individual need only add one direct retail endorsement to his or her license portfolio. If a direct retail endorsement is 8 selected by an individual holding more than one commercial fishing 9 license issued under this chapter, a single direct retail endorsement 10 is considered to be added to all qualifying commercial fishing licenses 11 held by that individual, and is the only license required for the 12 13 individual to sell at retail the harvest of salmon, sturgeon, tuna, or crab permitted by all of the underlying endorsed licenses. The direct 14 retail endorsement applies only to the person named on the endorsed 15 16 license, and may not be used by an alternate operator named on the 17 endorsed license.

18 (4) In addition to any fees charged for the endorsed licenses and 19 harvest documentation as required by this chapter or the rules of the 20 department, the department may set a reasonable annual fee not to 21 exceed the administrative costs to the department for a direct retail 22 endorsement.

(5) The holder of a direct retail endorsement is responsible for 23 24 documenting the commercial harvest of salmon and crab according to the 25 provisions of this chapter, the rules of the department for a wholesale fish dealer, and the reporting requirements of the endorsed license. 26 27 Any salmon, sturgeon, tuna, or crab caught by the holder of a direct retail endorsement must be ((landed in the round and)) documented on 28 fish tickets, as provided for by the department, before further 29 30 processing.

(6) The direct retail endorsement must be displayed in a readily 31 32 visible manner by the seller wherever and whenever a sale to someone other than a licensed wholesale dealer occurs. The holder of a direct 33 34 retail endorsement must notify the department at least twenty-four hours prior to conducting an in-person sale of salmon, sturgeon, tuna, 35 or crab. The notification must provide the intended location of sale 36 37 and the approximate sales hours. For sales occurring in a venue other 38 than in person, such as over the internet, through a catalog, or on the

1 phone, the direct retail endorsement number of the seller must be 2 provided to the buyer both at the time of sale and the time of 3 delivery. All internet sales must be conducted in accordance with 4 federal laws and regulations.

5 (7) The direct retail endorsement is to be held by a natural person 6 and is not transferrable or assignable. If the endorsed license is 7 transferred, the direct retail endorsement immediately becomes void, 8 and the transferor is not eligible for a full or prorated reimbursement 9 of the annual fee paid for the direct retail endorsement. Upon 10 becoming void, the holder of a direct retail endorsement must surrender 11 the physical endorsement to the department.

12 (8) The holder of a direct retail endorsement must abide by the 13 provisions of Title 69 RCW as they apply to the processing and retail 14 sale of seafood. The department must distribute a pamphlet, provided 15 by the department of agriculture, with the direct retail endorsement 16 generally describing the labeling requirements set forth in chapter 17 69.04 RCW as they apply to seafood.

(9) The holder of a qualifying commercial fishing license issued under this chapter must either possess a direct retail endorsement or a wholesale dealer license provided for in RCW 77.65.280 in order to lawfully sell their catch or harvest in the state to anyone other than a licensed wholesale dealer.

(10) The direct retail endorsement entitles the holder to sell wild-caught salmon, sturgeon, tuna, or crab only at a temporary food service establishment as that term is defined in RCW 69.06.045.

26 **Sec. 2.** RCW 77.65.515 and 2002 c 301 s 3 are each amended to read 27 as follows:

28 (1) Prior to being issued a direct retail endorsement, an 29 individual must:

30 (a) Obtain and submit to the department a signed letter on 31 appropriate letterhead from the health department of the county in which the individual makes his or her official residence or where the 32 hailing port for any documented vessel owned by the individual is 33 located as to the fulfillment of all requirements related to county 34 health rules, including the payment of all required fees. 35 The local 36 health department generating the letter may charge a reasonable fee for 37 any necessary inspections. The letter must certify that the methods

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1 used by the individual to transport, store, and display fresh salmon 2 and crabs meets that county's standards and the statewide standards 3 adopted by the board of health for food service operations; and

4 (b) Submit proof to the department that the individual making the
5 direct retail sales is in possession of a valid food and beverage
6 service worker's permit, as provided for in chapter 69.06 RCW.

7 (2) The requirements of subsection (1) of this section must be
8 completed each license year before a renewal direct retail endorsement
9 can be issued.

10 (3) Any individual possessing a direct retail endorsement must notify the local health department of the county in which retail sales 11 12 are to occur, except for the county that conducted the initial 13 inspection, forty-eight hours before any transaction and make his or 14 her facilities available for inspection by a fish and wildlife officer, the local health department of any county in which he or she sells 15 16 salmon, sturgeon, tuna, or crab, and any designee of the department of 17 health or the department of agriculture.

(4) Neither the department or a local health department may be held 18 liable in any judicial proceeding alleging that consumption of or 19 exposure to seafood sold by the holder of a direct retail endorsement 20 21 resulted in a negative health consequence, as long as the department 22 can show that the individual holding the direct retail endorsement complied with the requirements of subsection (1) of this section prior 23 24 to being issued his or her direct retail license, and neither the 25 department nor a local health department acted in a reckless manner. For the purposes of this subsection, the department or a local health 26 27 district shall not be deemed to be acting recklessly for not conducting a permissive inspection. 28

29 **Sec. 3.** RCW 77.65.520 and 2002 c 301 s 4 are each amended to read 30 as follows:

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(1) The direct retail endorsement is conditioned upon compliance:

32 (a) With the requirements of this chapter as they apply to 33 wholesale fish dealers and to the rules of the department relating to 34 the payment of fines for violations of rules for the accounting of the 35 commercial harvest of salmon<u>, sturgeon, tuna</u>, or crabs; and

36 (b) With the state board of health and local rules for food service 37 establishments. 1 (2) Violations of the requirements and rules referenced in 2 subsection (1) of this section may result in the suspension of the 3 direct retail endorsement. The suspended individual must not be 4 reimbursed for any portion of the suspended endorsement. Suspension of 5 the direct retail endorsement may not occur unless and until:

6 (a) The director has notified by order the holder of the direct 7 retail endorsement when a violation of subsection (1) of this section 8 has occurred. The notification must specify the type of violation, the 9 liability to be imposed for damages caused by the violation, a notice 10 that the amount of liability is due and payable by the holder of the 11 direct retail endorsement, and an explanation of the options available 12 to satisfy the liability; and

(b) The holder of the direct retail endorsement has had at least ninety days after the notification provided in (a) of this subsection was received to either make full payment for all liabilities owed or enter into an agreement with the department to pay off all liabilities within a reasonable time.

(3)(a) If, within ninety days after receipt of the order provided 18 in subsection (2)(a) of this section, the amount specified in the order 19 is not paid or the holder of the direct retail endorsement has not 20 21 entered into an agreement with the department to pay off all 22 liabilities, the prosecuting attorney for any county in which the persons to whom the order is directed do business, or the attorney 23 24 general upon request of the department, may bring an action on behalf 25 of the state in the superior court for Thurston county, or any county in which the persons to whom the order is directed do business, to seek 26 27 suspension of the individual's direct retail endorsement for up to five 28 years.

(b) The department may temporarily suspend the privileges provided 29 by the direct retail endorsement for up to one hundred twenty days 30 following the receipt of the order provided in subsection (2)(a) of 31 this section, unless the holder of the direct retail endorsement has 32 deposited with the department an acceptable performance bond on forms 33 prescribed and provided by the department. This performance bond must 34 be a corporate surety bond executed in favor of the department by a 35 corporation authorized to do business in the state of Washington under 36 37 chapter 48.28 RCW and approved by the department. The bond must be filed and maintained in an amount equal to one thousand dollars. 38

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(4) For violations of state board of health and local rules under 1 2 subsection (1)(b) of this section only, any person inspecting the facilities of a direct retail endorsement holder under RCW 77.65.515 3 may suspend the privileges granted by the endorsement for up to seven 4 5 days. Within twenty-four hours of the discovery of the violation, the inspecting entity must notify the department of the violation. Upon 6 7 notification, the department may proceed with the procedures outlined in this section for suspension of the endorsement. If the violation of 8 9 a state board of health rule is discovered by a local health department, that local jurisdiction may fine the holder of the direct 10 retail endorsement according to the local jurisdiction's rules as they 11 apply to retail food operations. 12

(5) Subsections (2) and (3) of this section do not apply to a holder of a direct retail endorsement that executes a surety bond and abides by the conditions established in RCW 77.65.320 and 77.65.330 as they apply to wholesale dealers.

17 **Sec. 4.** RCW 36.71.090 and 2002 c 301 s 9 are each amended to read 18 as follows:

(1) It shall be lawful for any farmer, gardener, or other person, 19 without license, to sell, deliver, or peddle any fruits, vegetables, 20 21 berries, eggs, or any farm produce or edibles raised, gathered, 22 produced, or manufactured by such person and no city or town shall pass 23 or enforce any ordinance prohibiting the sale by or requiring license from the producers and manufacturers of farm produce and edibles as 24 herein defined((: PROVIDED, That)). However, nothing ((herein)) in 25 26 this section authorizes any person to sell, deliver, or peddle, without license, in any city or town, any dairy product, meat, poultry, eel, 27 fish, mollusk, or shellfish where a license is required to engage 28 29 legally in such activity in such city or town.

30 (2) It is lawful for an individual in possession of a valid direct 31 retail endorsement, as established in RCW 77.65.510, to sell, deliver, or peddle wild-caught salmon, sturgeon, tuna, or crab that is caught, 32 harvested, or collected under rule of the department of fish and 33 34 wildlife by such a person at a temporary food service establishment, as that term is defined in RCW 69.06.045, and no city, town, or county may 35 36 pass or enforce an ordinance prohibiting the sale by or requiring 37 additional licenses or permits from the holder of the valid direct

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1 retail endorsement. However, this subsection does not prohibit a city, 2 town, or county from inspecting an individual displaying a direct 3 retail endorsement to verify that the person is in compliance with 4 state board of health and local rules for food service operations.

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