CERTIFICATION OF ENROLLMENT

ENGROSSED SENATE BILL 5341

Chapter 276, Laws of 2023

68th Legislature 2023 Regular Session

FOOD AND AGRICULTURAL PRODUCT LOCATION-BASED PROMOTION PROGRAM

EFFECTIVE DATE: July 23, 2023

Passed by the Senate February 27, 2023 Yeas 47 Nays 0

DENNY HECK

President of the Senate

Passed by the House April 11, 2023 Yeas 97 Nays 0

LAURIE JINKINS

Speaker of the House of Representatives Approved May 4, 2023 10:55 AM CERTIFICATE

I, Sarah Bannister, Secretary of
the Senate of the State of
Washington, do hereby certify that
the attached is ENGROSSED SENATE
BILL 5341 as passed by the Senate
and the House of Representatives on
the dates hereon set forth.

SARAH BANNISTER

Secretary

FILED

May 4, 2023

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

ENGROSSED SENATE BILL 5341

Passed Legislature - 2023 Regular Session

State of Washington 68th Legislature 2023 Regular Session

By Senators Muzzall, Shewmake, Van De Wege, Torres, Warnick, Kuderer, Liias, Stanford, and C. Wilson; by request of Department of Agriculture

Read first time 01/12/23. Referred to Committee on Agriculture, Water, Natural Resources & Parks.

AN ACT Relating to creating a location-based promotion program for Washington food and agricultural products; adding a new chapter to Title 15 RCW; and repealing RCW 15.105.005, 15.105.010, 15.105.020, 15.105.030, 15.105.040, 15.105.050, 15.105.060, and 5 15.105.901.

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

7 NEW SECTION. Sec. 1. (1) The legislature finds that Washington is one of only five states in the nation without a state program to 8 help food and agricultural producers promote their products based on 9 10 where the product is grown, raised, or caught. The legislature 11 further finds that a location-based promotion program will help 12 consumers support Washington producers and the state's agricultural 13 economy by building upon Washington's strong reputation for 14 characteristics like food quality and food safety, which are key factors in consumer purchasing decisions. 15

16 (2) The legislature recognizes that recent food policy forum 17 reports to the legislature recommend creation of a program to promote 18 Washington food and agricultural products, and that such a location-19 based brand recognition program would help identify Washington 20 products for procurement by schools and other public institutions and 21 would provide strong marketing tools to help differentiate Washington

products, making them more visible to consumers and more competitive 1 2 in the local, state, regional, national, and international marketplace. The legislature further recognizes that a new program is 3 needed because a previous promotion program, which was formally 4 dissolved in 2008 and was based primarily on one-time federal 5 6 funding, did not provide a sustainable structure or a statutory 7 framework that was suitable for most Washington food and agricultural producers. 8

(3) The legislature therefore intends that the Washington 9 department of agriculture gather advisory committee input and submit 10 11 recommendations to the legislature prior to developing a location-12 based promotion program that is voluntary, sustainable, and suitable for Washington food and agricultural producers. The legislature 13 further intends that this program provide support for food producers 14 across the state in a manner that is equitable and inclusive of all 15 16 scales of Washington agriculture including, but not limited to, 17 serving historically underrepresented producers, producers from less 18 resourced geographies, and producers with less access to support systems and funding. 19

20 <u>NEW SECTION.</u> Sec. 2. The definitions in this section apply 21 throughout this chapter unless the context clearly requires 22 otherwise.

(1) "Agricultural product" has the same meaning as the term "agricultural commodities" in RCW 15.66.010, and is broadly construed to include, but is not limited to, all agricultural products or commodities grown or raised on Washington lands or caught in Washington waters, or foods, including processed or manufactured foods, containing such agricultural products.

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(2) "Department" means the Washington department of agriculture.

30 (3) "Director" means the director of the department or the 31 director's designee.

32 (4) "Food" has the same meaning as the term "food" in RCW 33 15.130.110.

(5) "Program" means the location-based promotion program created
 in this chapter to promote local food and agricultural products and
 make them more visible to consumers.

37 <u>NEW SECTION.</u> Sec. 3. (1) The director must establish an 38 advisory committee with representatives from interested agricultural

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and food production organizations for the purpose of identifying the appropriate scope and nature of a voluntary location-based program to brand and promote local food and agricultural products. During the fiscal year ending June 30, 2024, the director must submit a report containing recommendations for program development and implementation to the appropriate committees of the legislature.

7 (2) The report submitted under subsection (1) of this section 8 must include, but is not limited to, department and advisory 9 committee recommendations on how best to proceed or not proceed with 10 developing and implementing the following program elements:

11 (a) Eligibility criteria for: (i) The use of location-based 12 branding sanctioned by the program to identify where an agricultural product was grown, raised, or caught; (ii) the use of location-based 13 branding sanctioned by the program for processed or manufactured food 14 products containing such agricultural products; and (iii) 15 16 participating in program-sanctioned promotional activities for the agricultural products or foods containing the agricultural products. 17 The criteria must include, but are not limited to, identifying 18 thresholds for the necessary amount of time a product has been 19 located within a specific geographical area in Washington, within 20 21 lands or waters of Washington, or within lands or waters of other 22 Pacific Northwest states or provinces neighboring Washington, and thresholds for the necessary amount of such food products in a 23 processed or manufactured food product, to be eligible; 24

(b) Application, approval, certification, verification, renewal,
audit, enforcement, or cancellation procedures for using product
identification, branding, logos, or labels sanctioned by the program,
or for participating in program-sanctioned promotional activities;

(c) Licensing fees, fee waivers, cost recovery mechanisms, or fee
structures for membership, for using product identification,
branding, logos, or labels sanctioned by the program, or for
participating in program-sanctioned promotional activities;

33 (d) Creation, purchase, acquisition, protection, and blending of34 brand, logo, and trademark ownership or licensing rights;

35 (e) Cooperative agreements to jointly carry out program or 36 program-sanctioned activities and administration; and

37 (f) Any other action designed to help Washington food and 38 agricultural producers promote their products and make them more 39 visible and appealing to consumers and more competitive in the local, 40 regional, national, and international marketplace of their choice

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including, but not limited to, retail stores, farmers markets,
 schools, restaurants, institutions, and other market channels.

(3) Following submission of the report required in subsection (1) 3 of this section, the director may adopt rules as necessary to 4 implement the program. These rules may include any recommended fees 5 6 or structures for determining fees, fee waivers, cost recovery mechanisms, or other elements listed in subsection (2) of this 7 section. Rules consistent with the recommendations submitted in the 8 report qualify for expedited rule making under RCW 34.05.353. Prior 9 to creating criteria related to particular agricultural products 10 under the jurisdiction of an agricultural board or commission 11 12 organized under state law, the director must consult with representatives of the appropriate board or commission. If the rules 13 include a structure for determining fees, the director may 14 subsequently amend the rules and increase or decrease fees consistent 15 16 with the structure for determining fees.

17 (4) Nothing in this chapter precludes or prohibits the department or others, including but not limited to other agencies, boards, 18 19 commissions, and associations, from separately promoting the origin of food and agricultural products grown, raised, or caught in 20 21 Washington. Such promotional activities must be consistent with pertinent legal authorities including, but not limited to, RCW 22 15.130.210, which prohibits misbranding of food origins as part of 23 Washington's food safety and security act, chapter 15.130 RCW, and 24 25 RCW 15.04.410, which relies on Washington's consumer protection act, chapter 19.86 RCW, and prohibits false retail sale declarations 26 related to agricultural products held out as Washington agricultural 27 28 products that are not in fact Washington agricultural products.

(5) Funds received for the purposes of this chapter must be deposited in the agricultural local fund created in RCW 43.23.230 to carry out the purposes of this chapter.

(6) The department must actively seek nonstate funding sources to 32 33 support program operation and may receive gifts, grants, or endowments from private or public sources, made in trust 34 or otherwise, for the use and benefit of the program, consistent with 35 the provisions of this chapter and any terms of the gift, grant, or 36 endowment. Expenditures may be used only for 37 those purposes identified in this chapter. Only the director of agriculture or the 38 39 director's designee may authorize expenditures of the gifts, grants, 40 or endowments.

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<u>NEW SECTION.</u> Sec. 4. This chapter may be known and cited as the
 Washington food and agricultural product promotion act.

3 <u>NEW SECTION.</u> Sec. 5. Sections 1 through 4 of this act 4 constitute a new chapter in Title 15 RCW.

5 <u>NEW SECTION.</u> Sec. 6. The following acts or parts of acts are 6 each repealed:

7 (1) RCW 15.105.005 (Findings) and 2004 c 26 s 1;

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(2) RCW 15.105.010 (Definitions) and 2004 c 26 s 2;

9 (3) RCW 15.105.020 (Establishing a private, nonprofit corporation 10 — Duties of successor organization—Debts and other liabilities) and 11 2021 c 176 s 5203 & 2004 c 26 s 3;

12 (4) RCW 15.105.030 (Actions by department to establish a 13 successor organization) and 2004 c 26 s 4;

14 (5) RCW 15.105.040 (Board of directors of the successor 15 organization—State membership) and 2004 c 26 s 5;

16 (6) RCW 15.105.050 (Program logo) and 2004 c 26 s 6;

17 (7) RCW 15.105.060 (Gifts, grants, or endowments) and 2004 c 26 s 18 7; and

19 (8) RCW 15.105.901 (Effective date—2004 c 26) and 2004 c 26 s 10.

Passed by the Senate February 27, 2023. Passed by the House April 11, 2023. Approved by the Governor May 4, 2023. Filed in Office of Secretary of State May 4, 2023.

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