<b>Enrolled Copy</b>	H.B. 311

UTAH DAIRY ACT AMENDMENTS
2007 GENERAL SESSION
STATE OF UTAH
Chief Sponsor: Kerry W. Gibson
Senate Sponsor: Margaret Dayton
LONG TITLE
General Description:
This bill amends the Utah Dairy Act to allow the sale of raw milk under certain
conditions.
Highlighted Provisions:
This bill:
<ul><li>defines terms;</li></ul>
<ul><li>prohibits cow-share programs; and</li></ul>
► allows a producer to sell raw milk at a self-owned retail store if certain requirements
are met.
Monies Appropriated in this Bill:
None
Other Special Clauses:
None
<b>Utah Code Sections Affected:</b>
AMENDS:
4-3-1, as enacted by Chapter 2, Laws of Utah 1979
4-3-10, as enacted by Chapter 2, Laws of Utah 1979
4-3-14, as last amended by Chapter 358, Laws of Utah 2004
Be it enacted by the Legislature of the state of Utah:
Section 1. Section <b>4-3-1</b> is amended to read:
4-3-1. Definitions.

30	As used in this chapter:
31	(1) "Adulterated" means any dairy product which:
32	(a) contains any poisonous or deleterious substance that may render it injurious to
33	health;
34	(b) has been produced, prepared, packaged, or held under unsanitary conditions, or
35	where it may have become contaminated or where it may have become diseased or injurious to
36	health;
37	(c) contains any food additive that is unsafe within the meaning of Section 409 of the
38	Federal Food, Drug and Cosmetic Act;
39	(d) contains any filthy, putrid, or decomposed substance, or fresh fluid milk which
40	contains lactic acid at or above the level of .18 of 1%, or cream with a lactic acid level at or
41	above .8 of 1%, or which is otherwise unfit for human food;
42	(e) is the product of a diseased animal or an animal which died otherwise than by
43	slaughter, or an animal fed upon uncooked offal;
44	(f) has intentionally been subjected to radiation, unless the use of the radiation is in
45	conformity with a regulation or exemption promulgated by the department; or
46	(g) has any valuable constituent omitted or abstracted, or which has any substance
47	substituted in whole or in part therefor, or which has damage or inferiority concealed in any
48	manner, or which has any substance added, mixed, or packed with the product to increase its
49	bulk or weight, or reduce its quality or strength, or make it appear better or of greater value.
50	(2) "Cow-share program" means a program in which a person acquires an undivided
51	interest in a milk producing hoofed mammal through an agreement with a producer that
52	includes:
53	(a) a bill of sale for an interest in the mammal;
54	(b) a boarding arrangement under which the person boards the mammal with the
55	producer for the care and milking of the mammal; and
56	(c) an arrangement under which the person receives raw milk for personal
57	consumption.

58	[(2)] (3) "Dairy product" means any product derived from raw or pasteurized milk.
59	[(3)] (4) "Distributor" means any person who distributes a dairy product.
60	[ <del>(4)</del> ] <u>(5)</u> "Filled milk" means any milk, cream, or skimmed milk, whether condensed,
61	evaporated, concentrated, powdered, dried, or desiccated, which has fat or oil other than milk
62	fat added, blended, or compounded with it so that the resultant product is an imitation or
63	semblance of milk, cream, or skimmed milk. It does not include any distinctive proprietary
64	food compound which is prepared and designated for feeding infants and young children which
65	is customarily used upon the order of a licensed physician; provided, that the word "milk" does
66	not appear in the product name or in any statement on the label, and that the label conforms
67	with the food labeling requirements.
68	[(5)] (6) "Frozen dairy products" mean dairy products normally served to the consumer
69	in a frozen or semifrozen state.
70	[(6)] (7) "Grade A milk," "grade A milk products," and "milk" for the purposes of this
71	chapter have the same meaning that is accorded such terms in the federal standards for grade A
72	milk and grade A milk products unless modified by regulations of the department.
73	$[\frac{7}{8}]$ "License" means a document allowing a person or plant to process,
74	manufacture, supply, test, haul, or pasteurize milk or milk products or conduct such other
75	activity as specified by the license.
76	[(8)] (9) "Manufacturer" means any person who processes milk in such a way that its
77	character is changed.
78	[(9)] (10) "Manufacturing milk" means milk used in the production of non-grade A
79	dairy products.
80	[(10)] (11) "Misbranded" means any dairy product whose label is false or misleading in
81	any particular, or whose label or package fails to conform to any federal regulation adopted by
82	the department which pertains to packaging and labeling. It also means:
83	(a) any dairy product in final packaged form manufactured in this state which does not
84	bear the manufacturer's, packer's, or distributor's name, address, and plant number, if
85	applicable; and, a clear statement of the product's common or usual name, quantity, and

86	ingredients, if applicable, and any other information required by regulation of the department;
87	(b) any butter in consumer package form that is not at least B grade, or that does not
88	meet the grade claimed on the package, measured by U.S.D.A. butter grade standards;
89	(c) any imitation butter made in whole or in part from material other than wholesome
90	milk or cream, except clearly labeled "margarine";
91	(d) renovated butter unless the words "renovated butter," in letters not less than
92	1/2-inch in height appear on each package, roll, square, or container of such butter; or
93	(e) any dairy product in final packaged form which makes nutritional claims or adds or
94	adjusts nutrients that are not so labeled.
95	[(11)] (12) "Pasteurization" means any process which renders dairy products practically
96	free of disease organisms and is accepted by federal standards.
97	[(12)] (13) "Permit or certificate" means a document allowing a person to market milk.
98	$[\frac{(13)}{(14)}]$ "Plant" means any facility where milk is processed or manufactured.
99	$[\frac{(14)}{(15)}]$ "Processor" means any person who subjects milk to a process.
100	[(15)] (16) "Producer" means a person who owns [cows] a cow or other milk producing
101	<u>hoofed mammal</u> that [ <u>produce</u> ] <u>produces</u> milk for consumption by persons other than the
102	producer's family, employees, or nonpaying guests.
103	[(16)] (17) "Raw milk" means unpasteurized milk.
104	[(17)] (18) "Renovated butter" means butter that is reduced to a liquid state by melting
105	and drawing off such liquid or butter oil and churning or otherwise manipulating it in
106	connection with milk or any product of milk.
107	[(18)] (19) "Retailer" means any person who sells or distributes dairy products directly
108	to the consumer.
109	Section 2. Section <b>4-3-10</b> is amended to read:
110	4-3-10. Unlawful acts specified.
111	It is unlawful for any person in this state to:
112	(1) operate a plant without a license issued by the department;
113	(2) market milk without a permit or certificate issued by the department;

(3) manufacture butter or cheese, pasteurize milk, test milk for payment, or haul milk in bulk without a special license to perform the particular activity designated in this Subsection (3); provided, that if more than one person working in a plant is engaged in the performance of a single activity designated in this Subsection (3), it is sufficient if the person who directs the activity is licensed[-];

- (4) manufacture, distribute, sell, deliver, hold, store, or offer for sale any adulterated or misbranded dairy product;
- (5) manufacture, distribute, sell, deliver, hold, store, or offer for sale any dairy product without a license, permit, or certificate required by this chapter;
- (6) sell or offer for sale any milk not intended for human consumption unless it is denatured or decharacterized in accordance with the regulations of the department;
- (7) manufacture, distribute, sell, or offer for sale any filled milk labeled as milk or as a dairy product;
- (8) keep any animals with brucellosis, tuberculosis, or other infectious or contagious diseases communicable to humans in any place where they may come in contact with cows or other milking animals;
- (9) draw milk for human food from cows or other milking animals that are infected with tuberculosis, running sores, communicable diseases, or from animals that are fed feed that will produce milk that is adulterated;
- (10) accept, or process milk from any producer without verification that the producer holds a valid permit or certification or, if milk is accepted from out of the state, without verification that the producer holds a permit or certification from the appropriate regulatory agency of that state;
- (11) use any contaminated or unclean equipment or container to process, manufacture, distribute, deliver, or sell a dairy product;
- (12) remove, change, conceal, erase, or obliterate any mark or tag placed upon any equipment, tank, or container by the department; except, for the purpose of cleaning and sanitizing it;

142	(13) use any tank or container used for the transportation of milk or other dairy
143	products which is unclean or contaminated;
144	(14) refuse to allow the department to take samples for testing; [or]
145	(15) prohibit adding vitamin compounds in the processing of milk and dairy products
146	in accordance with regulations of the department[-]; or
147	(16) own, operate, organize, or otherwise participate in a cow-share program where the
148	milk producing hoofed mammal is located in Utah.
149	Section 3. Section <b>4-3-14</b> is amended to read:
150	4-3-14. Sale of raw milk Suspension of producer's permit Severability not
151	permitted.
152	(1) As used in this section:
153	(a) "Batch" means all the milk emptied from one bulk tank and bottled in a single day.
154	(b) "Self-owned retail store" means a retail store:
155	(i) of which the producer owns at least 51% of the value of the real property and
156	tangible personal property used in the operations of the retail store; or
157	(ii) for which the producer has the power to vote at least 51% of any class of voting
158	shares or ownership interest in the business entity that operates the retail store.
159	$[\frac{1}{2}]$ Raw milk may be sold if:
160	(a) the producer obtains a permit from the department to produce milk under
161	Subsection 4-3-8(2);
162	(b) the sale and delivery of the milk is made upon the premises where the milk is
163	produced, except as provided by Subsection (3);
164	(c) it is sold to consumers for household use and not for resale;
165	(d) it is bottled or packaged under sanitary conditions and in sanitary containers on the
166	premises where the milk is produced;
167	(e) it is labeled "raw milk" and meets the labeling requirements under 21 C.F.R. Parts
168	101 and 131 and rules established by the department;
169	(f) it is:

170	(i) cooled to 50 degrees Fahrenheit or a lower temperature within one hour after being
171	drawn from the animal;
172	(ii) further cooled to 41 degrees Fahrenheit within two hours of being drawn from the
173	animal; and
174	(iii) maintained at 41 degrees Fahrenheit or a lower temperature until it is delivered to
175	the consumer;
176	(g) the bacterial count of the milk does not exceed[:(i)] 20,000 colony forming units
177	per milliliter[, or if individual colonies are counted, a direct microscopic count in excess of
178	20,000 colony forming units per milliliter; or];
179	[(ii) if individual organisms are counted, 80,000 bacteria per milliliter;]
180	(h) the bacterial plate count and the coliform count of the milk meet the bacterial and
181	coliform enforcement standards for grade A pasteurized milk;
182	(i) the production of the milk conforms to departmental rules for the production of
183	grade A milk;
184	(j) all dairy animals on the premises are:
185	(i) permanently and individually identifiable; and
186	(ii) free of tuberculosis, brucellosis, and other diseases carried through milk; and
187	(k) any person on the premises performing any work in connection with the production
188	bottling, handling, or sale of the [raw] milk is free from communicable disease.
189	[(2) (a) The department shall suspend a permit to produce raw milk issued under
190	Subsection 4-3-8(2) if a milk producer violates any provision of Subsection (1).]
191	[(b) The department may reissue a permit to produce raw milk which has been
192	suspended under Subsection (2)(a) if the producer has complied with all of the requirements of
193	Subsection (1).]
194	(3) A producer may sell raw whole milk at a self-owned retail store, which is properly
195	staffed, if, in addition to the requirements of Subsection (2), the producer:
196	(a) transports the milk from the premises where the milk is produced to the self-owned
107	ratail store in a refrigerated truck where the milk is maintained at 11 degrees Februariet or a

198	lower temperature;
199	(b) retains ownership of the milk until it is sold to the final consumer, including
200	transporting the milk from the premises where the milk is produced to the self-owned retail
201	store without any:
202	(i) intervening storage;
203	(ii) change of ownership; or
204	(iii) loss of physical control;
205	(c) stores the milk at 41 degrees Fahrenheit or a lower temperature in a display case
206	equipped with a properly calibrated thermometer at the self-owned retail store;
207	(d) places a sign above the display case at the self-owned retail store that reads, "Raw
208	<u>Unpasteurized Milk";</u>
209	(e) labels the milk with:
210	(i) a date, no more than nine days after the milk is produced, by which the milk should
211	be sold;
212	(ii) the statement "Raw milk, no matter how carefully produced, may be unsafe.";
213	(iii) handling instructions to preserve quality and avoid contamination or spoilage; and
214	(iv) any other information required by rule;
215	(f) refrains from offering the milk for sale until:
216	(i) each batch of milk is tested for standard plate count and coliform count from an
217	official sample taken at the self-owned retail store and tested by a third party certified by the
218	department; and
219	(ii) the test results meet the minimum standards established for those tests;
220	(g) (i) maintains a database of the milk sales; and
221	(ii) makes the database available to the Department of Health during the self-owned
222	retail store's business hours for purposes of epidemiological investigation;
223	(h) refrains from offering any pasteurized milk at the self-owned retail store;
224	(i) ensures that the plant and retail store complies with Title 4, Chapter 5, Utah
225	Wholesome Food Act, and the rules governing food establishments enacted under Section

226	<u>4-5-9;</u>
227	(j) participates in a hazard analysis critical control point system as established by the
228	United States Food and Drug Administration;
229	(k) conducts monthly tests on a sample taken from a batch of milk for:
230	(i) Listeria monocytogenes;
231	(ii) Salmonella typhimurium;
232	(iii) Salmonella dublin;
233	(iv) Campylobacter jejuni; and
234	(v) E.Coli 0157:H7; and
235	(l) complies with all applicable rules adopted as authorized by this chapter.
236	(4) The person conducting the tests required by Subsection (3) shall send a copy of the
237	test results to the department as soon as the test results are available.
238	(5) (a) The department shall adopt rules, as authorized by Section 4-3-2, governing the
239	sale of raw whole milk at a self-owned retail store.
240	(b) The rules adopted by the department shall include rules regarding:
241	(i) permits;
242	(ii) building and premises requirements;
243	(iii) sanitation and operating requirements, including bulk milk tanks requirements;
244	(iv) additional tests, including a test for pathogens;
245	(v) frequency of inspections, including random cooler checks;
246	(vi) recordkeeping; and
247	(vii) packaging and labeling.
248	(c) (i) The department shall establish a fee for the tests and inspections required by this
249	section and by rule by following the procedures and requirements of Section 63-38-3.2.
250	(ii) Notwithstanding Section 63-38-3.2, the department shall retain the fees as
251	dedicated credits and may only use the fees to administer and enforce this section.
252	(6) (a) The department shall suspend a permit issued under Section 4-3-8 if a producer
253	violates any provision of this section or any rules adopted as authorized by this section

254	(b) The department may reissue a permit that has been suspended under Subsection
255	(6)(a) if the producer has complied with all of the requirements of this section and rules
256	adopted as authorized by this section.
257	(7) For 2008 and 2009, the Department of Health and the Department of Agriculture
258	and Food shall report on or before November 30th to the Natural Resources, Agriculture, and
259	Environment Interim Committee and the Health and Human Services Interim Committee on
260	any health problems resulting from the sale of raw whole milk at self-owned retail stores.
261	(8) (a) If any subsection of this section or the application of any subsection to any
262	person or circumstance is held invalid by a final decision of a court of competent jurisdiction,
263	the remainder of the section may not be given effect without the invalid subsection or
264	application.
265	(b) The provisions of this section may not be severed.