1	MOBILE BUSINESS LICENSING AMENDMENTS
2	2023 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Robert M. Spendlove
5	Senate Sponsor: Kirk A. Cullimore
6 7	LONG TITLE
8	General Description:
9	This bill establishes an enclosed mobile business as a specific type of business, and
10	clarifies and amends a political subdivision's authority to regulate mobile businesses.
11	Highlighted Provisions:
12	This bill:
13	defines terms;
14	 establishes an enclosed mobile business as a specific type of business;
15	 subjects enclosed mobile businesses to statutory provisions governing food trucks,
16	food carts, and ice cream trucks; and
17	 modifies a political subdivision's authority to regulate mobile businesses.
18	Money Appropriated in this Bill:
19	None
20	Other Special Clauses:
21	None
22	Utah Code Sections Affected:
23	AMENDS:
24	11-56-102, as last amended by Laws of Utah 2022, Chapter 306
25	11-56-103, as last amended by Laws of Utah 2022, Chapter 306
26	11-56-104, as last amended by Laws of Utah 2022, Chapter 306
27	11-56-105, as last amended by Laws of Utah 2019, Chapter 260



	11-56-106, as last amended by Laws of Utah 2019, Chapter 260
I	REPEALS:
	11-56-101, as enacted by Laws of Utah 2017, Chapter 165
Ì	Be it enacted by the Legislature of the state of Utah:
	Section 1. Section 11-56-102 is amended to read:
	CHAPTER 56. MOBILE BUSINESS LICENSING AND REGULATION ACT
	11-56-102. Definitions.
	As used in this chapter:
	(1) (a) "Enclosed mobile business" means a business that maintains ongoing mobility
2	and of which the receipt of goods or services offered and point of sales occurs within an
6	enclosed vehicle, an enclosed trailer, or an enclosed mobile structure.
	(b) An enclosed mobile business's goods or services include those offered in the
<u>1</u>	following industries:
	(i) barber;
	(ii) beauty and cosmetic, including nail, eyelash, and waxing;
	(iii) cycling;
	(iv) cell phone;
	(v) computer;
	(vi) footwear;
	(vii) media archive and transfer;
	(viii) pet grooming;
	(ix) sewing and tailoring;
	(x) small engine; and
	(xi) tool.
	(c) "Enclosed mobile business" does not include a food cart, a food truck, or an ice
(cream truck.
	[(1)] (2) "Event permit" means a permit that a political subdivision issues to the
(organizer of a [public food truck event] mobile business event located on public property.
	$\left[\frac{(2)}{(3)(a)}\right]$ "Food cart" means a cart:
	[(a)] <u>(i)</u> that is not motorized; and

02-06-23 5:08 PM H.B. 408

59	$[\frac{(b)}{(11)}]$ that a vendor, standing outside the frame of the cart, uses to prepare, sell, or
60	serve food or beverages for immediate human consumption.
61	(b) "Food cart" does not include an enclosed mobile business, a food truck, or an ice
62	cream truck.
63	[(3)] (4) (a) "Food truck" means[:(a)] a fully encased food service establishment:
64	(i) on a motor vehicle or on a trailer that a motor vehicle pulls to transport; and
65	(ii) from which a food truck vendor, standing within the frame of the vehicle, prepares,
66	cooks, sells, or serves food or beverages for immediate human consumption[;].
67	(b) "Food truck" does not include an enclosed mobile business, a food cart, or an ice
68	cream truck.
69	[(b) a food cart; or]
70	[(c) an ice cream truck.]
71	[(4) "Food truck business" means a person who operates a food truck or, under the
72	same business, multiple food trucks.]
73	[(5) "Food truck event" means an event where an individual has ordered or
74	commissioned the operation of a food truck at a private or public gathering.]
75	[(6) "Food truck operator" means a person who owns, manages, or controls, or who has
76	the duty to manage or control, the food truck business.]
77	[(7) "Food truck vendor" means a person who sells, cooks, or serves food or beverages
78	from a food truck.]
79	[(8)] (5) ["Health department food truck permit"] "Health department permit" means a
80	document that a local health department issues to authorize [a person to operate a food truck] \underline{a}
81	mobile business to operate within the jurisdiction of the local health department.
82	[(9)] (6) (a) "Ice cream truck" means a fully encased food service establishment:
83	[(a)] (i) on a motor vehicle or on a trailer that a motor vehicle pulls to transport;
84	[(b)] (ii) from which a vendor, from within the frame of the vehicle, serves ice cream;
85	[(c)] (iii) that attracts patrons by traveling through a residential area and signaling the
86	truck's presence in the area, including by playing music; and
87	[(d)] (iv) that may stop to serve ice cream at the signal of a patron.
88	(b) "Ice cream truck" does not include an enclosed mobile business, a food cart, or a
89	food truck.

90	$[\frac{10}{10}]$ "Local health department" means the same as that term is defined in Section
91	26A-1-102.
92	(8) "Mobile business" means an enclosed mobile business, a food cart, a food truck, or
93	an ice cream truck.
94	(9) "Mobile business event" means an event at which a mobile business has been
95	invited by the event organizer to offer the mobile business's goods or services at a private or
96	public gathering.
97	(10) "Operator" means a person, including a vendor, who owns, manages, controls, or
98	operates a mobile business.
99	(11) "Political subdivision" means:
100	(a) a city, town, or metro township; or
101	(b) a county, as it relates to the licensing and regulation of businesses in the
102	unincorporated area of the county.
103	(12) (a) "Temporary mass gathering" means:
104	(i) an actual or reasonably anticipated assembly of 500 or more people that continues,
105	or reasonably can be expected to continue, for two or more hours per day; or
106	(ii) an event that requires a more extensive review to protect public health and safety
107	because the event's nature or conditions have the potential of generating environmental or
108	health risks.
109	(b) "Temporary mass gathering" does not include an assembly of people at a location
110	with permanent facilities designed for that specific assembly, unless the assembly is a
111	temporary mass gathering described in Subsection $[\frac{(12)(a)(i)}{(15)(a)(i)}]$.
112	Section 2. Section 11-56-103 is amended to read:
113	11-56-103. Licensing Reciprocity Fees.
114	(1) (a) Subject to the provisions of this chapter, a political subdivision may require a
115	[food truck business] mobile business to obtain a business license if the [food truck business]
116	mobile business does not hold a current business license in good standing from another
117	political subdivision in the state.
118	(b) A political subdivision may only charge a licensing fee to a [food truck business]
119	mobile business in an amount that reimburses the political subdivision for the actual cost of
120	processing the business license.

02-06-23 5:08 PM H.B. 408

121	(2) A political subdivision may not:
122	(a) require a [food truck business] mobile business to:
123	(i) obtain a separate business license beyond the initial business license described in
124	Subsection (1)(a);
125	(ii) pay a fee other than the fee for the initial business license described in Subsection
126	(1); or
127	(iii) pay a fee for each employee the [food truck business] mobile business employs;
128	(b) as a condition of a [food truck business] mobile business obtaining a business
129	license under Subsection (1):
130	(i) require [a food truck operator or food truck vendor] an operator to submit to or offer
131	evidence of a criminal background check, except as provided in Subsection (5); or
132	(ii) require a [food truck operator] mobile business or its operator to demonstrate how
133	the [operation of the food truck business] mobile business will comply with a land use or
134	zoning ordinance at the time the [food truck business] mobile business applies for the business
135	license; or
136	(c) regulate or restrict the size of a [food truck operated by a food truck business]
137	mobile business.
138	(3) (a) A political subdivision shall recognize as valid within the political subdivision
139	the business license of a [food truck business] mobile business obtained in another political
140	subdivision within the state, if the business license is current and in good standing.
141	[(b) Notwithstanding Subsection (3)(a), a political subdivision is not required to
142	recognize as valid the business license of a food truck business issued in another political
143	subdivision within the state if the food truck business does not have the following for each
144	food truck that the food truck business operates:
145	[(i) a current health department food truck permit from a local health department
146	within the state; and]
147	[(ii) a current approval of a political subdivision within the state that shows that the
148	food truck passed a fire safety inspection that the other political subdivision conducted in
149	accordance with Subsection 11-56-104(3)(a).]
150	(b) Notwithstanding Subsection (3)(a), a political subdivision is not required to
151	recognize as valid the business license issued by another political subdivision within the state

152	<u>if:</u>
153	(i) (A) the mobile business does not have a current health department permit from a
154	local health department within the state; and
155	(B) the nature of the mobile business requires that the mobile business have a health
156	department permit in order to operate; or
157	(ii) (A) the mobile business does not have current evidence of passing a fire safety
158	inspection, conducted by another political subdivision within the state in accordance with
159	Subsection 11-56-104(3)(a); and
160	(B) the nature of the mobile business requires that the mobile business pass a fire
161	safety inspection in order to operate.
162	(4) Nothing in this section prevents a political subdivision from:
163	(a) requiring a [food truck business] mobile business to comply with local zoning and
164	land use regulations to the extent that the regulations do not conflict with this chapter;
165	(b) promulgating local ordinances and regulations consistent with this section that
166	address how and where a food truck or enclosed mobile business truck may operate within the
167	political subdivision;
168	(c) requiring a [food truck business] mobile business to obtain an event permit in
169	accordance with Section 11-56-105; or
170	(d) if the nature of the mobile business requires the mobile business to have a business
171	license, health department permit, or fire safety inspection, requiring [a food truck business]
172	the mobile business to keep a copy of the following in each [food truck operated by the food
173	truck business] mobile business that is in operation and engaging in transactions:
174	(i) a valid business license [for the food truck business, as described in this section],
175	whether issued by the political subdivision or another political subdivision;
176	(ii) a valid health department [food truck] permit, as described in Section 11-56-104,
177	whether issued by a local health department or another health department; or
178	(iii) evidence of passing a fire safety inspection, as described in Section 11-56-104,
179	whether conducted by the political subdivision or another political subdivision.
180	(5) As a condition of obtaining and maintaining in good standing an initial business
181	license as described in Subsection (1)(a), a political subdivision may require a food truck
182	business that operates one or more ice cream trucks to submit to or offer evidence of an annual

194a

criminal background check for each employee of the food truck business that operates or will operate an ice cream truck.

Section 3. Section 11-56-104 is amended to read:

11-56-104. Safety and health inspections and permits -- Fees.

- (1) (a) (i) A food truck business shall obtain, for each food truck that the business operates, an annual health department [food truck] permit from the local health department [with] that has jurisdiction over the area in which the majority of the food truck's operations [takes place] occur.
- (ii) Subject to Subsection (4)(a), a mobile business is not subject to a local health department's regulations or permit requirements, unless $\hat{H} \rightarrow [$ [the nature of the mobile business's operation subjects the mobile business to the local health department's regulations or permit requirements] the local health department has authority to regulate the activities or services provided by the mobile business through regulation or permit $\leftarrow \hat{H}$.
- (b) A local health department shall recognize as valid a health department [food truck] permit that has been issued by another local health department within the state.
- (2) A local health department may only charge a [health department food truck permit fee to a food truck business] fee for a health department permit in an amount that reimburses the local health department for the cost of regulating the [food truck] mobile business.
- (3) (a) A political subdivision inspecting a [food truck] mobile business for fire safety shall conduct the inspection based on the criteria that the Utah Fire Prevention Board, created in Section 53-7-203, establishes in accordance with Section 53-7-204.
- (b) (i) A political subdivision shall recognize as valid within the political subdivision's jurisdiction an approval from another political subdivision within the state that shows that the [food truck] mobile business passed a fire safety inspection that the other political subdivision conducted.
- (ii) A political subdivision may not require that a [food truck] mobile business pass a fire safety inspection in a given calendar year if the [food truck business] mobile business presents to the political subdivision an approval described in Subsection (3)(b)(i) issued during the same calendar year.
- (4) (a) Nothing in this section prevents a local health department from requiring a [food truck business] mobile business to obtain an event permit, in accordance with Section 11-56-105.

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236 237

238

239

240 241

242

243

244

permit for a temporary mass gathering.

(b) Nothing in this section prevents a political subdivision from revoking the political subdivision's approval: (i) described in Subsection (1)(b), if the [operation of the related food truck within the political subdivision mobile business fails a health inspection by a local health department; or (ii) described in Subsection (3)(b)(i), if the [operation of the related food truck within the political subdivision fails to meet the criteria mobile business does not pass a fire safety inspection described in Subsection (3)(a). (c) For each [food truck] mobile business that fails a health inspection as described in Subsection (4)(b)(i), a local health department may charge and collect a fee from the [associated food truck business] mobile business for that health inspection. Section 4. Section 11-56-105 is amended to read: 11-56-105. Mobile business events. (1) Subject to Subsection (4), a political subdivision may not require a [food truck business mobile business to pay any fee or obtain from the political subdivision any permit to operate [a food truck at a food truck event] the mobile business at a mobile business event that takes place on private property within the political subdivision, regardless of whether the event is open or closed to the public. (2) If [the food truck business] a mobile business has a business license from any political subdivision within the state, a political subdivision may not require [a food truck business] the mobile business to pay [any] a fee or obtain from the political subdivision an additional business license or permit to operate [a food truck at a food truck event] at an event that: (a) takes place on private property within the political subdivision; and (b) is not open to the public. (3) If a political subdivision requires an event permit for a [food truck event] mobile business event, the organizer of the [food truck event] mobile business event may obtain the event permit on behalf of the [food trucks] mobile businesses that service the event. (4) (a) Nothing in this section prohibits a county health department from requiring a

(b) (i) [A food truck] A mobile business operating at a temporary mass gathering that

occurs over multiple days may operate in a stationary manner for the duration of the temporary

02-06-23 5:08 PM H.B. 408

written consent; or

mass gathering, not to exceed five consecutive days, without moving or changing location if
the [food truck] mobile business maintains sanitary conditions and operates in compliance with
the permitting requirements and regulations imposed on other [food] similar vendors at the
temporary mass gathering.
(ii) A county health department may not impose a requirement on a [food truck]
mobile business described in Subsection (4)(b)(i) that the county health department does not
impose on other [food vendors] similar vendors operating at the temporary mass gathering.
Section 5. Section 11-56-106 is amended to read:
11-56-106. Mobile business operation.
A political subdivision may not:
(1) entirely or constructively prohibit [food trucks] mobile businesses in a zone in
which a food establishment is a permitted or conditional use;
(2) prohibit the operation of a food truck within a given distance of a restaurant;
(3) restrict the total number of days a [food truck business] mobile business may
operate [a food truck] within the political subdivision during a calendar year;
(4) require a [food truck business] mobile business to:
(a) provide to the political subdivision:
(i) a site plan for each location in which a [food truck] mobile business operates in the
public right of way, if the political subdivision permits [food truck operation] mobile
<u>businesses</u> in the public right of way; or
(ii) the date, time, or duration that a [food truck] mobile business will operate within
the political subdivision; or
(b) obtain and pay for a land use permit for each location and time during which a
[food truck] mobile business operates; or
(5) if a [food truck business] mobile business has the consent of a private property
owner to operate [a food truck] on the private property:
(a) limit the number of days the [food truck] mobile business may operate on the
private property;
(b) require that the [food truck operator] mobile business provide to the political
subdivision or keep on file in the [food truck] mobile business the private property owner's

276	(c) require a site plan for the operation of the [food truck] mobile business on the
277	private property where the [food truck] mobile business operates in the same location for less
278	than 10 hours per week.
279	Section 6. Repealer.
280	This bill repeals:
281	Section 11-56-101, Title.