By: Kolkhorst, et al.

S.B. No. 572

## A BILL TO BE ENTITLED

1 AN ACT 2 relating to the regulation of cottage food production operations. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 3 Δ SECTION 1. Section 437.001, Health and Safety Code, is amended by amending Subdivision (2-b) and adding Subdivision (3-c) 5 6 to read as follows: (2-b) "Cottage food production operation" means an 7 individual, operating out of the individual's home, who: 8 9 (A) produces at the individual's home, subject to Section 437.0196: 10 (i) a baked good that is not a time and 11 12 temperature control for safety [potentially hazardous] food, as defined by Section 437.0196; 13 14 (ii) candy; 15 (iii) coated and uncoated nuts; (iv) unroasted nut butters; 16 (v) fruit butters; 17 (vi) a canned jam or jelly; 18 19 (vii) a fruit pie; (viii) dehydrated fruit or vegetables, 20 21 including dried beans; 22 (ix) popcorn and popcorn snacks; 23 (x) cereal, including granola; 24 (xi) dry mix;

1	(xii) vinegar;
2	(xiii) <u>pickled</u> fruit or vegetables,
3	including pickled beets and carrots [pickles];
4	(xiv) mustard;
5	(xv) roasted coffee or dry tea; [ <del>or</del> ]
6	(xvi) a dried herb or dried herb mix;
7	(xvii) canned goods that are acidified;
8	(xviii) fermented products;
9	(xix) frozen fruit or vegetables; or
10	(xx) any other food that is not a time and
11	temperature control for safety food, as defined by Section
12	<u>437.0196;</u>
13	(B) has an annual gross income of \$50,000 or less
14	from the sale of food described by Paragraph (A);
15	(C) sells the foods produced under Paragraph (A)
16	only directly to consumers [at the individual's home, a farmers'
17	market, a farm stand, or a municipal, county, or nonprofit fair,
18	<pre>festival, or event]; and</pre>
19	(D) delivers products to the consumer at the
20	point of sale or another location designated by the consumer.
21	(3-c) "Fermented product" means a low-acid food product
22	subjected to the action of certain microorganisms that produce acid
23	during their growth and reduce the pH value of the food to 4.6 or
24	less.
25	SECTION 2. Section 437.0193, Health and Safety Code, is
26	amended by adding Subsection (d) to read as follows:
27	(d) A cottage food production operation that sells frozen

fruit or vegetables must include on the label of the frozen fruit or 1 vegetables or on an invoice or receipt provided with the frozen 2 fruit or vegetables when sold the following statement in at least 3 12-point font: "SAFE HANDLING INSTRUCTIONS: To prevent illness 4 from bacteria, keep this food refrigerated or frozen." 5 SECTION 3. Section 437.0194, Health and Safety Code, is 6 7 amended to read as follows: Sec. 437.0194. CERTAIN SALES BY COTTAGE FOOD PRODUCTION 8 9 OPERATIONS PROHIBITED OR RESTRICTED. (a) A cottage food production operation may not sell any of the foods described in 10 Section 437.001(2-b)(A) [+ 11 [(1) through the Internet; 12 13 [(2) by mail order; or 14  $\left[\frac{(3)}{(3)}\right]$  at wholesale. 15 (b) A cottage food production operation may sell a food 16 described by Section 437.001(2-b)(A) through the Internet or by mail order only if the consumer purchases the food through the 17 18 Internet or by mail order from the operation and the operator personally delivers the food to the consumer. 19 SECTION 4. Chapter 437, Health and Safety Code, is amended 20 by adding Sections 437.01951 and 437.01952 to read as follows: 21 22 Sec. 437.01951. REQUIREMENTS FOR SALE OF FERMENTED PRODUCTS AND ACIDIFIED CANNED GOODS. (a) A cottage food production 23 operation that sells to consumers fermented products or canned 24 25 goods that are acidified shall: 26 (1) use a recipe that: 27 (A) is from a source approved by the department;

1 or 2 (B) has been tested by an appropriately certified laboratory and the laboratory confirmed that the finished product 3 4 or good has a pH value of 4.6 or less; or 5 (2) annually test the first batch of each recipe with a 6 calibrated pH meter to confirm that the finished product or good has 7 <u>a pH value of 4.6 or le</u>ss. (b) The department shall: 8 9 (1) approve sources for recipes that a cottage food production operation may use to produce fermented products or 10 11 canned goods that are acidified; and (2) semiannually post on the department's Internet 12 13 website a list of the approved sources for recipes. (c) The department shall develop and implement a process by 14 15 which an individual may request that the department approve an 16 additional source for recipes under Subsection (b). The process 17 must include: 18 (1) a method for an individual to submit a request to 19 the department; 20 (2) a time for the department to respond to the 21 request; and 22 (3) clear criteria for the department to evaluate 23 whether the department should approve a requested source. (d) A cottage food production operation may not sell to 24 25 consumers fermented products or canned goods that are acidified before the operator complies with Subsection (a). 26 27 Sec. 437.01952. REQUIREMENTS FOR SALE OF FROZEN FRUIT OR

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<u>VEGETABLES.</u> A cottage food production operation that sells to
 <u>consumers frozen fruit or vegetables shall store and deliver the</u>
 <u>frozen fruit or vegetables at an air temperature of not more than 32</u>
 <u>degrees Fahrenheit.</u>
 SECTION 5. Section 437.0196, Health and Safety Code, is

6 amended to read as follows:

7 Sec. 437.0196. TIME AND TEMPERATURE CONTROL FOR SAFETY [<del>POTENTIALLY HAZARDOUS</del>] FOOD; 8 PROHIBITION FOR COTTAGE FOOD 9 PRODUCTION OPERATIONS; EXCEPTION. (a) In this section, "time and temperature control for safety ["potentially hazardous] food" 10 11 means a food that requires time and temperature control for safety to limit pathogen growth or toxin production. The term includes a 12 13 food that must be held under proper temperature controls, such as refrigeration, to prevent the growth of bacteria that may cause 14 15 human illness. A time and temperature control for safety 16 [potentially hazardous] food may include a food that contains protein and moisture and is neutral or slightly acidic, such as 17 meat, poultry, fish, and shellfish products, pasteurized and 18 unpasteurized milk and dairy products, raw seed sprouts, baked 19 20 goods that require refrigeration, including cream or custard pies or cakes, and ice products. The term does not include a food that 21 uses time and temperature control for safety [potentially 22 hazardous] food as ingredients if the final food product does not 23 24 require time or temperature control for safety to limit pathogen 25 growth or toxin production.

(b) <u>Except as otherwise provided by this chapter, a</u> [A]
 cottage food production operation may not sell to <u>consumers time</u>

1 and temperature control for safety [customers potentially
2 hazardous] foods.

3 SECTION 6. As soon as practicable after the effective date 4 of this Act:

5 (1) the executive commissioner of the Health and Human 6 Services Commission shall adopt rules as necessary to implement the 7 changes made by this Act; and

8 (2) the Department of State Health Services shall 9 approve sources for recipes for fermented products and acidified 10 canned goods, post a list of sources on the department's Internet 11 website, and develop a process for approving additional sources of 12 recipes as required by Section 437.01951, Health and Safety Code, 13 as added by this Act.

14 SECTION 7. This Act takes effect September 1, 2019.