MISSISSIPPI LEGISLATURE

By: Representatives Whittington, Bailey, Jones, Hines, Coleman (29th), Aldridge, Reed, Huddleston (15th), Perkins To: Agriculture

HOUSE BILL NO. 728 (As Sent to Governor)

AN ACT TO AMEND THE "MISSISSIPPI CATFISH MARKETING LAW OF 1 2 1975," TO CREATE A NEW CODE SECTION TO BE CODIFIED AS SECTION 3 69-7-602, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR LEGISLATIVE FINDINGS; TO AMEND SECTION 69-7-605, MISSISSIPPI CODE OF 1972, FOR 4 5 PURPOSES OF ADDING TERMS AND DEFINITIONS; TO AMEND SECTION 6 69-7-607, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR GENERAL NOTIFICATION REQUIREMENTS BY RETAIL AND FOOD SERVICE 7 8 ESTABLISHMENTS OFFERING FOR SALE CATFISH PRODUCTS AS TO THE 9 PRODUCTS' COUNTRY OF ORIGIN, TO PROVIDE FOR THE METHOD OF NOTIFICATION BY SUCH ESTABLISHMENTS, TO AUTHORIZE THE COMMISSIONER 10 TO REQUIRE A VERIFIABLE AUDIT OF SUCH BUSINESSES, TO REQUIRE 11 DISTRIBUTORS AND WHOLESALERS TO SUPPLY INFORMATION TO SUCH RETAIL 12 AND FOOD SERVICE ESTABLISHMENTS AS TO CERTIFICATION OF ORIGIN; TO 13 AMEND SECTION 69-7-608, MISSISSIPPI CODE OF 1972, TO REMOVE THE 14 STATE HEALTH OFFICER'S RESPONSIBILITIES; TO AMEND SECTION 15 69-7-609, MISSISSIPPI CODE OF 1972, TO REFLECT CHANGES IN THE 16 LABELING REQUIREMENTS, IN CONFORMITY THERETO; TO AMEND SECTION 17 69-7-610, MISSISSIPPI CODE OF 1972, TO AUTHORIZE THE COMMISSIONER 18 TO DISCLOSE TO THE PUBLIC THE NAMES AND ADDRESSES OF BUSINESSES 19 20 PURCHASING DOMESTIC OR FOREIGN CATFISH FROM WHOLESALERS, 21 DISTRIBUTORS AND PROCESSORS; TO CREATE A NEW CODE SECTION TO BE CODIFIED AS SECTION 69-7-612, MISSISSIPPI CODE OF 1972, TO 22 23 AUTHORIZE THE COMMISSIONER OF AGRICULTURE TO INSPECT BUSINESSES 24 ENGAGED IN PROVIDING CATFISH FOR PURPOSES OF TESTING THE PRODUCT; 25 AND FOR RELATED PURPOSES.

26 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

27 **SECTION 1.** The following shall be codified as Section

28 69-7-602, Mississippi Code of 1972:

29 <u>69-7-602.</u> The Legislature finds that aquaculture sales and 30 consumption have increased worldwide and that the use of

31 antibiotics or chemicals not approved for use in food-producing

32 animals in the United States is permitted in aquaculture in other

33 countries and that consumers of aquaculture in Mississippi should

34 be provided clear information as to where the aquaculture product

35 originates from to protect the health and welfare of Mississippi

36 consumers; and the Legislature also finds that

37 food-misrepresentation or the passing off of less expensive
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38 aquaculture products as pricier aquaculture products to unknowing 39 customers and retailers has become an issue in the marketplace and 40 is a deceitful practice used on consumers and retailers alike and 41 that consumers and retailers should be informed of the country and 42 species of fish.

43 SECTION 2. Section 69-7-605, Mississippi Code of 1972, is
44 amended as follows:

45 69-7-605. For purposes of this article, the following terms 46 shall have the meaning ascribed herein unless the context 47 otherwise requires:

(a) "Capable of use as human food" means and shall
apply to any catfish or part or product thereof unless it is
denatured or otherwise identified as required by regulations
prescribed by the commissioner to deter its use as human food, or
unless it is naturally inedible by humans.

53 (b) "Catfish" means any species within the family54 Ictaluridae.

55 (c) "Commissioner" means the Commissioner of56 Agriculture and Commerce of the State of Mississippi.

57 (d) "Direct retail sale" means the sale of catfish 58 products individually or in small quantities directly to the 59 consumer.

(e) "Distributor" means any person offering for sale,
exchange or barter any catfish product destined for direct retail
sale in the State of Mississippi.

63 (f) <u>"Farm-raised Catfish" means the catfish product has</u>
64 <u>been specifically produced in fresh water according to the usual</u>
65 <u>and customary techniques of commercial aquaculture and includes</u>
66 <u>fillets, steaks, nuggets and any other flesh from a "Farm-raised</u>
67 <u>Catfish."</u>

(g) "Fish" means species of fish similar to catfish in
the families of Siluridae, Clariidae and Pangasiidae.

H. B. No. 728 08/HR03/R562SG PAGE 2 (DJ\LH) 70 (h) "Food service establishment" means a restaurant, 71 cafeteria, lunch room, food stand, saloon, tavern, bar, lounge or 72 other similar facility operated as an enterprise engaged in the 73 business of selling food to the public.

74 (i) "Label" means a display of written, printed or
75 graphic matter upon or affixed to the container in which a catfish
76 product is offered for direct retail sale.

(j) "Labeling" means all labels and other written,
printed or graphic matter upon a catfish product, or any of its
containers or wrappers, offered for direct retail sale.

80 <u>(k) "Menu" means any listing of food and beverage</u>
81 <u>options for a diner or customer to select from regardless of its</u>
82 <u>form.</u>

83 <u>(1)</u> "Pay pond" means a circumscribed body of water 84 owned by a person and operated solely for recreational fishing 85 purposes on a commercial basis for profit.

(m) "Person" includes any individual, partnership,
 corporation and association or other legal entity.

88 (n) "Processor" means any person engaged in handling,
 89 storing, preparing, manufacturing, packing or holding catfish
 90 products.

91 (0) "Producer" means any person engaged in the business 92 of harvesting catfish, by any method, intended for direct retail 93 sale.

94 "Product" means any catfish product capable of use (p) as human food which is made wholly or in part from any catfish or 95 96 portion thereof, except products which contain catfish only in 97 small proportions or historically have not been, in the judgment of the commissioner, considered by consumers as products of the 98 99 United States commercial catfish industry and which are exempted 100 from definition as a catfish product by the commissioner under 101 such conditions as he may prescribe to assure that the catfish or

H. B. No. 728 08/HR03/R562SG PAGE 3 (DJ\LH) 102 portions thereof contained therein are not adulterated and that 103 such products are not represented as catfish products.

104 (q) "Product name" means the name of the catfish item 105 intended for retail sale which identifies it as to kind, class or 106 specific use.

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108 <u>(r)</u> "Retailer" means any person offering for sale 109 catfish products to individual consumers and representing the last 110 sale prior to human consumption <u>and includes food service</u> 111 establishments unless otherwise stated herein.

(s) "River or Lake Catfish" means the catfish product has been produced in a freshwater lake, river or stream but has not been produced according to the usual and customary techniques of commercial aquaculture.

116 \* \* \*

117 <u>(t)</u> "Wholesaler" means any person offering for sale any 118 catfish product destined for direct retail sale in the State of 119 Mississippi.

SECTION 3. Section 69-7-607, Mississippi Code of 1972, is amended as follows:

69-7-607. (1) Notice of country of origin. 122 (a) General requirements: 123 (i) All retailers of catfish products shall inform 124 consumers, at the final point of sale of the catfish to the 125 126 consumers, of the country of origin of the catfish; 127 (ii) United States country of origin. A retailer 128 of catfish products may designate the catfish as having a United States country of origin only if: 129 130 1. In case of "Farm-raised Catfish," it is 131 hatched, raised, harvested and processed in the United States; 2. In case of "River or Lake Catfish," it is: 132

133	a. Harvested in waters of the United
134	States, a territory of the United States or a state, including the
135	waters thereof; and
136	b. Processed in the United States, a
137	territory of the United States or a state, including the waters
138	thereof.
139	(iii) Farm-raised and River or Lake Catfish. The
140	notice of country of origin for "Farm-raised Catfish" and "River
141	or Lake Catfish" shall distinguish between "Farm-raised Catfish"
142	and "River or Lake Catfish."
143	(b) Method of notification.
144	(i) Retailers.
145	1. The information required by paragraph (a)
146	of subsection (1) of this section may be provided to consumers by
147	means of a label, stamp, mark, placard or other clear and visible
148	sign on the catfish or on the package, display, holding unit or
149	bin containing the catfish at the final point of sale to
150	consumers.
151	2. If the catfish is already individually
152	labeled for retail sale regarding country of origin, the retailer
153	shall not be required to provide any additional information to
154	comply with this section.
155	(ii) Food service establishments. The information
156	required by paragraph (a) of subsection (1) of this section shall
157	be provided to the consumer on the menu of the food service
158	establishment. For foreign or imported catfish, the information
159	shall be adjacent to the item on the menu and printed in the same
160	font style and size as the item. If the food service
161	establishment offers for sale only catfish having a United States
162	country of origin, then the food service establishment may
163	generally disclose this in a prominent location in the food
164	service establishment in lieu of disclosure on the menu. The
165	signage disclosing the sale of catfish having a United States
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166 country of origin, that is to be placed in a prominent location in 167 the food service establishment, shall be approved, as indicated by a stamp or seal, by the Mississippi Department of Agriculture and 168 169 Commerce, which shall be held harmless in a cause of action for a 170 retail or food service establishment's failure or fraudulent 171 disclosure. Any liability arising from failure to disclose country of origin shall remain with the wholesaler and the retail 172 173 or food service establishment. 174 (c) The commissioner may require that any person that prepares, stores, handles or distributes catfish for retail sale 175 176 maintain a verifiable record-keeping audit trail that permits the commissioner to verify compliance with this law and any 177 178 regulations promulgated hereunder. 179 (d) Any distributor or wholesaler engaged in the business of supplying catfish to a retailer or food service 180 establishment shall provide information to the retailer or food 181 service establishment indicating the country of origin of the 182 183 catfish. The information shall include certification of origin through a state or federal agency that regulates the processing of 184 185 catfish or through a federal agency that verifies that catfish and/or other products produced in countries other than the United 186 187 States meets similar sanitation requirements. \* \* 188 189 (2) Any advertising as to any catfish product shall state 190 the information required in paragraph (a) of subsection (1) of this section. 191 192 (3) The term "catfish" shall not be used as a common name or 193 in the label name of fish product except as provided in this 194 section. 195 The commissioner shall have authority to enter the (4) 196 premises of any wholesaler, processor, distributor, retailer or 197 any other person selling catfish products in order to determine 198 compliance with this article. H. B. No. 728 08/HR03/R562SG

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199 (5) This section shall not apply to catfish products200 exported out of the United States.

201 SECTION 4. Section 69-7-608, Mississippi Code of 1972, is 202 amended as follows:

69-7-608. (1) The term "catfish" shall not be used as a common name or used to advertise, distribute or label any fish or fish product except for those species within the definition of catfish in Section 69-7-605.

(2) It is unlawful to use the term "catfish" in the advertising, distributing, labeling or selling of any of those species within the family of Siluridae, Clariidae and Pangasiidae or any other fish not within the definition of catfish in Section 69-7-605.

(3) (a) The <u>commissioner</u> shall regulate and inspect <u>retail</u>
 and food service establishments under this article. \* \* \*

(b) The <u>commissioner</u> shall notify, in writing, any <u>retailer or food service establishment</u> violating this article and shall give the <u>retailer or food service establishment</u> three (3) days to correct the violation. No penalties under this article shall apply to any <u>retailer or food service establishment</u> that corrects the violation within three (3) days from the date notified by the commissioner.

In addition to any other civil or criminal penalties, 221 (4) any person who violates any of the provisions of this chapter or 222 223 who otherwise misrepresents as catfish any fish or fish product 224 not defined as catfish under this article \* \* \* shall be punished by a fine of not more than One Thousand Dollars (\$1,000.00) \* \* \*. 225 226 For a second offense, a person shall be punished by a fine of not 227 more than Two Thousand Dollars (\$2,000.00). For any subsequent 228 violations, a person shall be punished by a fine of not more than Five Thousand Dollars (\$5,000.00) or by having the license for the 229 230 retail or food establishment suspended indefinitely or until such 231 establishment has corrected the violation, or both. Any person

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233 fine or license suspension as provided by this subsection, may

234 avail themselves of a due process administrative hearing as

235 provided by Section 69-7-616.

236 SECTION 5. Section 69-7-609, Mississippi Code of 1972, is
237 amended as follows:

238 69-7-609. All distributors, processors or wholesalers of 239 catfish products, distributing or selling catfish products, shall 240 provide information to each person, firm or corporation to whom 241 they distribute or sell catfish products for resale as to <u>the</u> 242 <u>labeling information required</u> in subsection (1) of Section 243 69-7-607.

244 **SECTION 6.** Section 69-7-610, Mississippi Code of 1972, is 245 amended as follows:

69-7-610. (1) All distributors, processors or wholesalers 246 247 of catfish or other fish products, distributing or selling catfish or other fish products, shall provide information to the 248 249 commissioner or his representative, upon request, and to each 250 retailer to which such distributor, processor or wholesaler 251 distributes or sells catfish or other fish products as to whether 252 such product is Farm-raised Catfish, River or Lake Catfish, 253 Imported Catfish, or Other Fish a Product of (country of origin). 254 In addition, any wholesaler or distributor shall provide his sales and purchases records of catfish and other fish upon request by 255 256 the commissioner. Other fish includes those fish in the taxonomic family of Siluridae, Clariidae and Pangasiidae. 257

258 (2) The commissioner may disclose to the public the names
 259 and addresses of businesses that purchase domestic and/or foreign
 260 catfish and other fish from wholesalers, distributors and

261 processors.

262 SECTION 7. The following shall be codified as Section 263 69-7-612, Mississippi Code of 1972:

H. B. No. 728 08/HR03/R562SG PAGE 8 (DJ\LH) 264 <u>69-7-612.</u> The commissioner shall have authority to enter the 265 premises of any wholesaler, distributor or retailer to pull 266 samples of catfish and other similar fish for laboratory testing 267 to test for species identification and/or any other testing as may 268 be necessary to determine compliance with this article.

269 SECTION 8. Sections 69-7-601 through 69-7-617, Mississippi 270 Code of 1972, which create the Mississippi Catfish Marketing Law 271 of 1975, shall stand repealed as of June 30, 2010.

272 SECTION 9. This act shall take effect and be in force from 273 and after July 1, 2008.