By: Representatives Eure, Walker, Dixon, Eubanks, Sykes, Staples

To: Agriculture

## HOUSE BILL NO. 702

- AN ACT TO AMEND SECTION 75-29-951, MISSISSIPPI CODE OF 1972, TO INCREASE THE MAXIMUM ANNUAL GROSS SALES FOR A COTTAGE FOOD OPERATION FROM TWENTY THOUSAND DOLLARS TO THIRTY-FIVE THOUSAND DOLLARS; TO AUTHORIZE A COTTAGE FOOD OPERATION TO ADVERTISE COTTAGE FOOD PRODUCTS OVER THE INTERNET, INCLUDING THROUGH SOCIAL MEDIA; AND FOR RELATED PURPOSES.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 8 **SECTION 1.** Section 75-29-951, Mississippi Code of 1972, is
- 9 amended as follows:
- 10 75-29-951. (1) (a) A cottage food operation must comply
- 11 with the applicable requirements of this chapter but is exempt
- 12 from the permitting requirements of Section 41-3-18 if the cottage
- 13 food operation complies with the section and has annual gross
- 14 sales of cottage food products that do not exceed \* \* \*
- 15 Thirty-five Thousand Dollars (\$35,000.00).
- 16 (b) For purposes of this subsection, a cottage food
- 17 operation's annual gross sales include all sales of cottage food
- 18 products at any location, regardless of the types of products sold
- 19 or the number of persons involved in the operation. A cottage
- 20 food operation must provide the department, upon request, with

- 21 written documentation to verify the operation's annual gross
- 22 sales.
- 23 (2) A cottage food operation may not sell \* \* \* cottage food
- 24 products over the Internet, by mail order, or at wholesale or to a
- 25 retail establishment; however, this does not prohibit the
- 26 advertising of cottage food products over the Internet, including
- 27 through social media. Cottage food products are nonpotentially
- 28 hazardous food products as defined by the department.
- 29 (3) A cottage food operation may only sell cottage food
- 30 products which are prepackaged with a label affixed that contains
- 31 the following information:
- 32 (a) The name and address of the cottage food operation.
- 33 (b) The name of the cottage food product.
- 34 (c) The ingredients of the cottage food product, in
- 35 descending order of predominance by weight.
- 36 (d) The net weight or net volume of the cottage food
- 37 product.
- 38 (e) Allergen information as specified by federal
- 39 labeling requirements.
- 40 (f) If any nutritional claim is made, appropriate
- 41 nutritional information as specified by federal labeling
- 42 requirements.
- 43 (g) The following statement printed in at least
- 44 ten-point type in a color that provides a clear contrast to the

- 45 background of the label: "Made in a cottage food operation that
- 46 is not subject to Mississippi's food safety regulations."
- 47 (4) This section does not exempt a cottage food operation
- 48 from any federal tax law, rule, regulation, or certificate that
- 49 applies to all cottage food operations.
- 50 (5) (a) The department may investigate any complaint which
- 51 alleges that a cottage food operation has violated an applicable
- 52 provision of this chapter or rule adopted under this chapter.
- (b) Only upon receipt of a complaint, the department's
- 54 authorized officer or employee may enter and inspect the premises
- of a cottage food operation to determine compliance with this
- 56 chapter and department rules. A cottage food operation's refusal
- 57 to permit the department's authorized officer or employee entry to
- 58 the premises or to conduct the inspection is grounds for
- 59 disciplinary action pursuant to Section 41-3-59.
- 60 (6) This section does not apply to a person operating under
- 61 a food permit issued pursuant to Section 41-3-18.
- 62 **SECTION 2.** This act shall take effect and be in force from
- 63 and after July 1, 2019.