REPORT OF CONFERENCE COMMITTEE

MR. SPEAKER AND MR. PRESIDENT:

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

H. B. No. 602: Crawfish and seafood; provide country of origin labeling requirements for.

We, therefore, respectfully submit the following report and recommendation:

1. That the Senate recede from its Amendment No. 1.

2. That the House and Senate adopt the following amendment:

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

22	SECTION 1. Section 69-1-55, Mississippi Code of 1972, is		
23	amended as follows:		
24	69-1-55. (1) * * * It shall be unlawful for any person,		
25	firm or corporation, within this state who is a wholesaler,		
26	processor, retailer, or food service establishment that sells		
27	imported crawfish or \star \star <u>seafood to</u> misrepresent to the public,		
28	either verbally, on a menu, or on a sign displayed on the		
29	premises, that the imported crawfish or \star \star <u>seafood</u> is domestic.		
30	(2) For purposes of this section, the following words and		
31	phrases shall have the meanings as defined herein unless the		
32	context clearly indicates otherwise:		
33	(a) "Collective agencies" means the Mississippi		
34	Department of Agriculture and Commerce and the Mississippi		
35	Department of Marine Resources.		
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36	(b) "Country of origin" means the country where a
37	seafood or crawfish is derived, hatched, born, raised, harvested
38	and processed. If the seafood or crawfish is derived, hatched,
39	born, raised, harvested or processed in different countries, the
40	term includes each country.
41	(c) "Food service establishment" means any place,
42	vehicle or vessel where food is prepared, stored, held,
43	transported, served or dispensed to consumers and which is
44	regulated by the collective agencies. The term includes any such
45	place regardless of whether the food sold is intended for
46	on-premises or off-premises consumption.
47	(d) "Label" means a display of written, printed or
48	graphic matter upon or affixed to the container in which a seafood
49	or crawfish product is offered for direct retail sale.
50	(e) "Menu" means any listing of food and/or beverage
51	options for a diner or customer to select from regardless of its
51 52	<u>options for a diner or customer to select from regardless of its</u>
52	form.
52 53	form. (f) "Person" means any individual, partnership,
52 53 54	form. (f) "Person" means any individual, partnership, corporation and association or other legal entity.
52 53 54 55	form. (f) "Person" means any individual, partnership, corporation and association or other legal entity. (g) "Processor" means any person or entity engaged in
52 53 54 55 56	<u>form.</u> <u>(f) "Person" means any individual, partnership,</u> <u>corporation and association or other legal entity.</u> <u>(g) "Processor" means any person or entity engaged in</u> <u>handling, storing, preparing, manufacturing, packing or holding</u>
52 53 54 55 56 57	<u>form.</u> <u>(f) "Person" means any individual, partnership,</u> <u>corporation and association or other legal entity.</u> <u>(g) "Processor" means any person or entity engaged in</u> <u>handling, storing, preparing, manufacturing, packing or holding</u> <u>seafood or crawfish products.</u>

60 and to individual consumers. Retailer includes food service 61 establishments unless otherwise stated herein. 62 "Seafood" means saltwater finfish, crustaceans, (i) 63 molluscan shellfish and other forms of saltwater aquatic animal 64 life where such aquatic animal life is intended for human 65 consumption. The term seafood shall not include catfish as 66 defined in Section 69-7-605. 67 (j) "Wholesaler" means any person or entity offering 68 for sale any seafood or crawfish product destined for direct 69 retail sale. (* * *3) A * * * wholesaler, processor, retailer or food 70 71 service establishment * * * shall designate a * * * seafood or 72 crawfish as having * * * one (1) of the following * * * 73 designations: * * * 74 (* * *a) "Domestic" if the * * * seafood or crawfish 75 76 is harvested, hatched or raised in the waters of the United 77 States, a state or a territory of the United States and processed 78 in the United States, a state or a territory of the United 79 States * * *; or 80 (b) "Imported" if the seafood or crawfish is harvested 81 in waters outside of the territorial waters of the United States, 82 a state or a territory outside of the territorial waters of the 83 United States, or is hatched, raised, harvested and/or processed 84 outside of the United States. If any imported seafood or crawfish 25/HR43/HB602CR.1J (H)MR (S)PI PAGE 3 G1/2

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85 product is added to or mixed with domestic product, the seafood or 86 crawfish must then be classified as "imported" product. 87 (4) If the seafood or crawfish originated in a foreign 88 country outside of the territorial waters of the United States, 89 the wholesaler, processor, retailer or food service establishment 90 shall identify the product as "imported" on the label, menu, sales 91 display or any other form of advertisement, in a font that is at 92 least the same size as the name of the seafood or crawfish being 93 sold or promoted. The seafood or crawfish served or provided 94 shall be what is advertised or sold. 95 (5) If a wholesaler, processor, retailer or food service 96 establishment offers for sale only domestic seafood, then the 97 wholesaler, processor, retailer or food service establishment may 98 disclose this in a prominent location on the premises. In the 99 case of a food service establishment, this disclosure may be in 100 lieu of disclosure on the menu. 101 (6) Any individual or entity who supplies seafood or 102 crawfish to a wholesaler, processor, retailer or food service 103 establishment shall maintain a verifiable record-keeping audit 104 trail that permits the collective agencies to verify compliance 105 with this law and any regulations promulgated hereunder. The 106 supplier shall provide documentation to the wholesaler, processor, 107 retailer or food service establishment indicating the country of 108 origin of the seafood or crawfish.

109 (* * *7) (a) The *** * *** collective agencies shall regulate 110 * * wholesalers, processors, retailers and food service 111 establishments under this section. 112 (b) * * * The collective agencies shall adopt rules and 113 regulations in accordance with the Administrative Procedures Act as are necessary to enforce the provisions of this section. 114 115 (c) The collective agencies shall have authority to 116 enter the premises of any wholesaler, processor, retailer or food 117 service establishment to collect samples of seafood or crawfish 118 for laboratory testing to test for species identification and/or 119 any other testing as may be necessary to determine compliance with 120 this section. 121 *** * *** (a) Any wholesaler, processor, retailer or (* * *8) 122 food service establishment, who violates or fails or refuses to 123 comply with any provision of this chapter or regulation adopted 124 pursuant to this chapter in relation to seafood or crawfish, may 125 be subject to civil penalties to be assessed and levied by the 126 collective agencies after a finding by the collective agencies 127 that a violation has occurred. Violations pertaining to different types of seafood or crawfish may be charged as separate 128 129 violations. Any subsequent violations charged after a three (3) 130 day written notice has been provided may be processed as a new 131 violation and a new three (3) day notice period shall not be 132 required. In addition to assessing civil penalties, the 133 collective agencies may suspend or revoke licenses which are 25/HR43/HB602CR.1J (H)MR (S)PI

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134 subject to their jurisdiction, for any operation which is subject 135 to the maximum penalty of Ten Thousand Dollars (\$10,000.00). 136 Appeals of any action or decision to the collective agencies may 137 be taken as provided in Section 49-15-401 et seq. for complaints 138 relating to seafood and as provided in Section 69-7-616 for 139 complaints relating to crawfish. 140 (b) Civil penalties shall be assessed as follows: 141 (i) First Violation. The wholesaler, processor, 142 retailer or food service establishment shall be notified in 143 writing and given three (3) days to correct the violation. No 144 penalties under this act shall apply to any wholesaler, processor, 145 retailer or food service establishment that corrects the first 146 violation within three (3) days from the date of notification. 147 Failure to correct the violation within three (3) days shall 148 result in a violation with a fine in the amount of not less than 149 Five Hundred Dollars (\$500.00) or more than One Thousand Dollars 150 (\$1,000.00); and 151 (ii) Second Violation. Not less than One Thousand 152 Dollars (\$1,000.00) or more than Two Thousand Dollars (\$2,000.00); 153 and 154 (iii) Third Violation. Not less than Three 155 Thousand Dollars (\$3,000.00) or more than Five Thousand Dollars 156 (\$5,000.00); and 157 (iv) Fourth and Subsequent Violations. Not less 158 than Ten Thousand Dollars (\$10,000.00). 25/HR43/HB602CR.1J (H)MR (S)PI PAGE 6 G1/2

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159	(c) Any wholesaler, processor, retailer or food service		
160	establishment that knowingly violates any provision of this		
161	chapter, rule or regulation, shall be guilty of a misdemeanor and		
162	upon conviction, may be subject to a fine of not more than Ten		
163	Thousand Dollars (\$10,000.00), or by imprisonment in the county		
164	jail for not more than six (6) months, or by both.		
165	(d) Any wholesaler, processor, retailer or food service		
166	establishment that unknowingly violates this section due to a good		
167	faith reliance upon the supplier's documentation of the seafood or		
168	crawfish's country of origin shall be held harmless against		
169	penalties from a violation of this section.		
170	(e) Any good faith reliance claim must be supported by		
171	the appropriate evidence of the documentation from the supplier.		
172	(f) Any person against whom a complaint is made or who		
173	has been made subject to a fine or license suspension as provided		
174	by this subsection may avail himself of a due process		
175	administrative hearing as provided by Section 69-7-616 for		
176	complaints related to crawfish and Section 49-15-401 et seq. for		
177	complaints related to seafood.		
178	(g) All fines and other monies collected pursuant to		
179	violations related to seafood under this section shall be		
180	distributed to the Mississippi Department of Marine Resources and		
181	deposited into the Seafood Fund for promotion of the domestic		
182	seafood market and implementation, enforcement and administration		
183	of this section. Fines and monies collected pursuant to		
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184 violations related to crawfish under this section shall be

185 distributed to the Mississippi Department of Agriculture and

186 Commerce for implementation, enforcement and administration of

187 this section.

188 <u>SECTION 2.</u> (1) For purposes of this section:

(a) "Seafood" means shrimp, crawfish, saltwater
finfish, crustaceans, molluscan shellfish and other forms of
saltwater aquatic animal life where such aquatic animal life is
intended for human consumption. The term seafood shall not
include catfish as defined in Section 69-7-605.

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

197 There is hereby established the Mississippi Seafood (2)(a) 198 Marketing Task Force to study and make recommendations to the 199 Legislature and the Mississippi Department of Marine Resources and 200 the Mississippi Department of Agriculture and Commerce regarding 201 the regulation of seafood marketing and seafood testing, for the 202 maximization of benefit from that industry for the State of 203 Mississippi and its citizens.

204 (b) The Task Force shall be composed as follows:
205 (i) The Governor or his designee;
206 (ii) The Executive Director of the Mississippi
207 Department of Marine Resources or his designee;

208 (iii) The Commissioner of Agriculture and Commerce 209 or his designee;

210 (iv) The Executive Director of the Mississippi 211 Gaming Commission or his designee;

(v) A representative of the Mississippi RestaurantAssociation;

(vi) The Director of the Division of Tourism orhis designee.

(vii) A person with a valid commercial fisherman's license appointed by the Governor; and

218 (viii) A person who is an active shrimp or seafood 219 processor appointed by the Governor.

220 The Task Force shall meet upon the call of the (C) 221 Executive Director of the Department of Marine Resources not later 222 than thirty (30) days after passage of this act, and organize for 223 business by electing a Chairman and Secretary, and adopting 224 necessary bylaws. The Department of Marine Resources shall 225 provide necessary administrative and clerical support for the Task 226 The Task Force may hold meetings and hold public hearings Force. 227 as necessary to carry out its duties and responsibilities.

(d) The Task Force is hereby charged withresponsibility for the following:

(i) To study and make recommendations with respectto domestic and imported seafood;

(ii) To study and make recommendations withrespect to the seafood industry and seafood production;

(iii) To study and make recommendations with respect to markets and marketing strategies for the development and expansion of markets for seafood harvested from Mississippi waters; and

238 (iv) To perform any acts deemed necessary and 239 proper to carry out its duties and responsibilities.

(e) The activities of the Mississippi Seafood Marketing
Task Force shall be funded through any funds made available by
appropriation of the Legislature.

(f) The Task Force shall develop and make a report with recommendations for necessary legislation to the Governor, Legislature and affected state agencies on or before January 1, 2027, and on the completion of its report, the Task Force shall stand dissolved.

248 **SECTION 3.** This act shall take effect and be in force from 249 and after July 1, 2025.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 69-1-55, MISSISSIPPI CODE OF 1972, TO 1 2 EXPAND THE COUNTRY OF ORIGIN LABELING LAW FOR CRAWFISH AND SHRIMP 3 TO MAKE IT APPLICABLE TO CRAWFISH AND SEAFOOD, WHICH MEANS SALTWATER FINFISH, CRUSTACEANS, MOLLUSCAN SHELLFISH AND OTHER 4 5 FORMS OF SALTWATER AQUATIC ANIMAL LIFE WHERE SUCH AQUATIC ANIMAL 6 LIFE IS INTENDED FOR HUMAN CONSUMPTION; TO DEFINE CERTAIN TERMS; 7 TO PROVIDE THE DESIGNATIONS THAT MUST BE PROVIDED ON ANY CRAWFISH 8 OR SEAFOOD LABEL, MENU, SALES DISPLAY OR OTHER ADVERTISEMENT; TO

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9 REQUIRE SUPPLIERS OF CRAWFISH AND SEAFOOD TO MAINTAIN CERTAIN 10 RECORDS; TO PROVIDE THAT THE DEPARTMENT OF AGRICULTURE AND 11 COMMERCE AND THE DEPARTMENT OF MARINE RESOURCES SHALL HAVE 12 COLLECTIVE REGULATORY AUTHORITY OVER THE CRAWFISH AND SEAFOOD 13 LABELS; TO PROVIDE PENALTIES FOR VIOLATING THE CRAWFISH AND 14 SEAFOOD COUNTRY OF ORIGIN LABELING REQUIREMENTS; TO ESTABLISH AND 15 EMPOWER THE MISSISSIPPI SEAFOOD MARKETING TASK FORCE TO STUDY AND 16 MAKE RECOMMENDATIONS REGARDING SEAFOOD MARKETING AND SEAFOOD 17 PRODUCTION IN THE WATERS OF MISSISSIPPI; TO PROVIDE FOR THE 18 COMPOSITION OF THE TASK FORCE; TO PROVIDE FOR THE ORGANIZATION OF 19 THE TASK FORCE; TO PROVIDE FOR A REPORT WITH RECOMMENDATIONS; AND 20 FOR RELATED PURPOSES.

CONFEREES FOR THE HOUSE	CONFEREES FOR THE SENATE
X (SIGNED)	X (SIGNED)
Anderson (122nd)	Thompson
X (SIGNED)	X (SIGNED)
Hulum	DeLano
X (SIGNED)	X (SIGNED)
Fondren	Brumfield