SENATE FILE 2391 BY COMMITTEE ON AGRICULTURE

(SUCCESSOR TO SSB 3162)

(As Amended and Passed by the Senate February 27, 2024)

A BILL FOR

- An Act prohibiting the misbranding of certain food products,
 and providing penalties.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. <u>NEW SECTION</u>. 135.16C Federal nutrition programs
 2 — cultivated-protein food products.

3 1. As used in this section, unless the context otherwise 4 requires:

5 *a. "Cultivated-protein food product"* means the same as 6 defined in section 137E.1.

7 b. "Federal nutrition program" or "program" means any of the 8 following:

9 (1) The special supplemental nutrition program for women, 10 infants, and children as provided in 42 U.S.C. §1786 et seq.

11 (2) The supplemental nutrition assistance program as
12 provided in 7 U.S.C. ch. 51.

13 2. If the United States department of agriculture approves 14 cultivated-protein food products for purchase under a federal 15 nutrition program, the department of health and human services 16 shall submit a request to the United States department of 17 agriculture for a waiver or other exception that excludes 18 cultivated-protein food products from program eligibility in 19 this state.

20 Sec. 2. NEW SECTION. 137E.1 Definitions.

21 As used in this chapter, unless the context otherwise 22 requires:

23 1. "Agricultural food animal" means a domesticated animal 24 belonging to the bovine, caprine, ovine, or porcine species; or 25 live domestic fowl limited to chickens or turkeys.

26 2. *Cultivated-protein food product* means a food product 27 having one or more sensory attributes that resemble a type 28 of tissue originating from an agricultural food animal but 29 that, in lieu of being derived from meat processing, is derived 30 from manufacturing cells, in which one or more stem cells are 31 initially isolated from an agricultural food animal, are grown 32 in vitro, and may be manipulated, as part of a manufacturing 33 operation.

34 3. "Department" means the department of inspections,35 appeals, and licensing.

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SF 2391 (3) 90 da/ns/mb 1 4. "Food processing plant" means the same as defined in 2 section 137F.1.

3 5. "Food product" means a perishable or nonperishable item 4 stored in a container or package, if the item is fit for human 5 consumption.

6 6. a. "Identifying meat term" means any word or phrase
7 that states, indicates, suggests, or describes a meat product,
8 regardless of whether the word or phrase is used individually,
9 as a portmanteau, or as a compound word.

10 *b. Identifying meat term* includes but is not limited to 11 any of the following:

12 (1) (a) A common name for the species of the agricultural 13 food animal subject to slaughter and processing, including a 14 calf or cow, chicken, goat or kid, hog or pig, poultry, lamb or 15 sheep, or turkey.

16 (b) A common name for a characteristic of a species of the 17 agricultural food animal subject to slaughter and processing 18 based on age, breed, or sex.

19 (2) (a) Meat.

20 (b) Beef or veal; broiler, fryer, poulet, or yearling;21 cabrito or chevon; lamb or mutton; or pork.

(c) A common name used to describe a major cut of a meat an agricultural food animal slaughtered and processed, including a major meat cut specified in 9 C.F.R. §317.344; a poultry product such as breast, drumstick, giblet, thigh, or wing; or the common name of an organ or offal, including gizzard, heart, liver, kidney, or tongue.

(d) Any other common name that a reasonable purchaser would immediately and exclusively associate with a meat product prepared for sale in normal commercial channels such as bacon, baloney, bologna, bone, brat or bratwurst, brisket, burger or hamburger, butt, chop, chuck, cold cut, cutlet, filet, filat iron, frank or frankfurter, ham, hock, hot dog, jerky, liverwurst, loin, London broil, lunch meat, New York strip, pepperoni, porterhouse, ribeye, roast, rib or sparerib, salami,

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1 sausage, shank, sirloin, tenderloin, or a comparable word or 2 phrase as approved by the department.

3 7. "Insect-protein food product" means a food product having 4 one or more sensory attributes that resemble a type of tissue 5 originating from an agricultural food animal but that, in 6 lieu of being derived from meat processing, is derived from 7 manufacturing insect parts.

8 8. "Label" means a display of written, printed, or graphic 9 matter placed upon any container storing a food product that 10 is offered for sale or sold on a wholesale or retail basis, 11 regardless of whether the label is printed on the container's 12 packaging or a sticker affixed to the container.

13 9. "Manufactured-protein food product" means a 14 cultivated-protein food product, insect-protein food product, 15 or plant-protein food product.

16 10. "Meat processing" means the handling, preparation, and 17 slaughter of an agricultural food animal; the dressing of its 18 carcass; or the cutting, storage, and packaging of its tissue 19 or other parts as a food product.

20 11. "Meat product" means a food product derived from meat 21 processing.

12. "Plant-protein food product" means a food product having one or more sensory attributes that resemble a type of tissue found in a species of agricultural food animal but that, in lieu of being derived from meat processing, is derived from manufacturing plant parts.

13. a. "Qualifying term" means a word, compound word, or phrase that would clearly disclose to a reasonable purchaser of meat products from a food processing plant that a food product of is not a meat product.

31 b. "Qualifying term" includes but is not limited to 32 cell-cultivated, cell-cultured, fake, grown in a lab, 33 imitation, insect, insect-based, insect-protein, lab-created, 34 lab-grown, meat free, meatless, plant, plant-based, vegan, 35 vegetable, vegetarian, veggie, or a comparable word or phrase

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1 as approved by the department.

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2 14. "Regulatory authority" means the same as defined in 3 section 137F.1.

Sec. 3. NEW SECTION. 137E.2 Administration.

5 1. In conducting a routine inspection of the premises of a 6 food processing plant licensed under chapter 137F, a regulatory 7 authority is not required to determine if any food product 8 located on the premises is misbranded as a meat product as 9 provided in section 137E.3.

10 2. A regulatory authority shall inspect an inventory of 11 food products offered for sale or sold at a food processing 12 plant based on a credible complaint that the food products are 13 misbranded as meat products as provided in section 137E.3.

14 3. A regulatory authority shall have the same powers to 15 inspect a food processing plant under this chapter as it does 16 under chapter 137F.

4. The department shall adopt rules pursuant to chapter 17A18 that are necessary or desirable to administer and enforce this19 chapter.

Sec. 4. <u>NEW SECTION</u>. 137E.3 Misbranded food product.
A food product is misbranded as a meat product if all of the
following apply:

I. The food product is a manufactured-protein food product
 or the food product contains a manufactured-protein food
 product.

26 2. The food product is offered for sale or sold by a food27 processing plant.

3. a. A label that is part of or placed on the package
or other container storing the food product includes an
identifying meat term.

31 *b.* Paragraph "a" does not apply if the label contains a 32 conspicuous and prominent qualifying term in close proximity to 33 an identifying meat term.

34 Sec. 5. <u>NEW SECTION</u>. 137E.4 Prohibition — sale.
35 A food processing plant shall not offer for sale or sell a

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1 food product that is misbranded as a meat product as provided
2 in section 137E.3.

3 Sec. 6. <u>NEW SECTION</u>. 137E.5 Enforcement — stop order. 4 1. If a regulatory authority has reasonable cause to believe 5 that a food processing plant is offering for sale or selling a 6 food product that is misbranded as a meat product in violation 7 of section 137E.4, the regulatory authority may issue a stop 8 order. Upon being issued the stop order, the food processing 9 plant shall not offer for sale or sell the food product until 10 the regulatory authority determines that the food product is or 11 is not misbranded as a meat product.

12 2. The regulatory authority may require that the food 13 product be held by the food processing plant and be secured 14 from purchase.

15 3. If a regulatory authority determines that the food 16 product being offered for sale or sold by a food processing 17 plant is misbranded as a meat product, the regulatory authority 18 may issue an embargo order requiring the food processing plant 19 to dispose of the misbranded meat product other than by sale to 20 purchasers in this state.

4. The department, the attorney general, or the county attorney in the county where the food product is being offered for sale or sold may enforce the stop order or embargo order by petitioning the district court of that county.

25 Sec. 7. <u>NEW SECTION</u>. 137E.6 Violation — misbranding — 26 civil penalty.

27 1. A food processing plant shall not misbrand a food product
28 as a meat product as provided in section 137E.3 as determined
29 by the department.

2. A food processing plant violating subsection 1 is subject 31 to a civil penalty of not more than five hundred dollars, not 32 to exceed ten thousand dollars total for violations arising 33 out of the same transaction or occurrence. Each day that a 34 violation continues constitutes a separate offense.

35 3. The department shall impose the civil penalty provided

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1 in subsection 2. A food processing plant may contest the 2 imposition of the civil penalty by initiating a contested case 3 proceeding pursuant to chapter 17A.

4 4. Civil penalties collected under this section shall be5 deposited in the general fund of the state.

6 Sec. 8. Section 137F.3A, subsection 1, paragraph a,
7 unnumbered paragraph 1, Code 2024, is amended to read as
8 follows:

9 The department may employ additional full-time equivalent 10 positions to enforce the provisions of this chapter and 11 chapters 137C, and 137D, and 137E with the approval of the 12 department of management, if either of the following apply: 13 Sec. 9. Section 137F.3A, subsection 1, paragraph b, Code 14 2024, is amended to read as follows:

b. Before approval may be given, the director of the department of management must have determined that the expenses rexceed the funds budgeted by the general assembly for food inspections to the department. The department may hire no more than one full-time equivalent position for each six hundred inspections required pursuant to this chapter and chapters 137C, and 137D, and 137E.

22 Sec. 10. Section 137F.4, Code 2024, is amended to read as 23 follows:

24 137F.4 License required.

<u>1.</u> A person shall not operate a food establishment or food processing plant to provide goods or services to the general public, or open a food establishment to the general public, until the appropriate license has been obtained from the regulatory authority. Sale of products at wholesale to outlets on not owned by a commissary owner requires a food processing plant license. A license shall expire one year from the date of issue. A license is renewable if application for renewal is made prior to expiration of the license or within sixty days of the expiration date of the license. All licenses issued under this chapter that are not renewed by the licensee on or

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1 before the expiration date shall be subject to a penalty of ten
2 percent per month of the license fee if the license is renewed
3 at a later date.

A regulatory authority shall not suspend or revoke a
license issued to a food processing plant under this chapter
for offering for sale or selling a food product that is
misbranded as a meat product in violation of section 137E.4.
A license issued to a food processing plant under this
section also covers the operation of a food processing plant
under chapter 137E.

Sec. 11. <u>NEW SECTION</u>. 260C.10 Purchases — meat products. The board of directors providing services to a merged area, and the board of directors of a community college, shall establish policies to prevent the purchase of a food product that is any of the following:

Misbranded as a meat product as prohibited in chapter
 137E.

18 2. A cultivated-protein food product as defined in section 19 137E.1.

20 Sec. 12. <u>NEW SECTION</u>. **262.25D** Purchases — meat products. 21 The state board of regents, and institutions under the 22 control of the board, shall establish policies to prevent the 23 purchase of a food product that is any of the following: 24 1. Misbranded as a meat product as prohibited in chapter 25 137E.

26 2. A cultivated-protein food product as defined in section 27 137E.1.

Sec. 13. <u>NEW SECTION</u>. 283A.12 Purchases — meat products. The department of education, and school boards, shall so establish policies to prevent the purchase of a food product that is any of the following:

Misbranded as a meat product as prohibited in chapter
 33 137E.

34 2. A cultivated-protein food product as defined in section 35 137E.1.

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