MILED MAR 21988

SENATE FILE 2262

BY COMMITTEE ON AGRICULTURE

(Sermilly 5582217)

Passed Senate, Date 3/10/88 (\$ 740) Passed House, Date 4.7-88 (P.1518)

Vote: Ayes 33 Nays // Vote: Ayes 60 Nays 36

Approved May 9, 1988

A BILL FOR

I An Act relating to organically produced food by providing for the establishment of standards, enforcement measures, penalties and an effective date. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 5 6 7 8 9 10 7.1 12 ۱ ا 34 3.5 16 17 13 10 20 2.. 23 2. ; .ે •ક

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:158 828 87 TR

- 1 Section 1. NEW SECTION. 190B.1 DEFINITIONS.
- "Advertise" means to present a commercial message in
- 3 any medium, including but not limited to, print, radio,
- 4 television, sign, display, label, tag, or articulation.
- 5 2. "Department" means the department of agriculture and
- 6 land stewardship.
- 7 3. "Food product" means a product capable of human
- 8 consumption, including but not limited to meat, fish, poultry,
- 9 vegetables, fruit, honey, berries, eggs, seeds, dairy or grain
- 10 products, and any product composed of one or more of those
- 11 items.
- 12 4. "Label" means a commercial message in a printed medium
- 13 which is affixed by any method to a receptacle including a
- 14 container or package.
- 15 5. "Organic food" means a food product that satisfies the
- 16 requirements of section 1908.2.
- 17 6. "Processor" means a person who processes or
- 18 manufactures products containing ingredients that include a
- 19 food product.
- 7. "Produce" means grow, raise, collect, or harvest a food
- 21 product.
- 22 8. "Producer" means a person who produces a food product.
- 9. "Sale" or "sell" means a commercial transfer or offer
- 24 for sale and distribution in any manner.
- 25 10. "Synthetic" includes, but is not limited to, a
- 26 synthetic pesticide, hormone, antibiotic, growth stimulant, or
- 27 arsenic.
- 28 11. "Vendor" means a person, including but not limited to,
- 29 a producer or processor, who in the regular course of
- 30 business, sells food products.
- 31 Sec. 2. NEW SECTION. 190B.2 STANDARDS.
- 32 1. For a food product to be organic food it must be
- 33 considered to have been organically grown or produced or
- 34 composed of ingredients that were produced according to the
- 35 following standards:

- a. Without the use of a synthetic material, as established
 by the department.
- 3 b. Without the use of seeds that have been synthetically 4 treated, unless untreated seeds are not generally available.
- 5 c. With the use of soil that has been free of a synthetic 6 applied within the last year. After July 1, 1990, the soil 7 must have been free of a synthetic applied within the last two 8 years. After July 1, 1991, the soil must have been free of a 9 synthetic applied within the last three years.
- 10 d. Stored in a regular, cold, or controlled atmosphere.
- Il If fumigation is needed, only diatomaceous earth or inert 12 gases may be used.
- 2. The rules escablished by the department shall be based 14 on a two-year study which shall be performed by the department 15 in cooperation with producers, processors, and vendors.
- 16 Sec. 3. NEW SHOTTON: 1908.3 RECORDS.
- 17 I. A producer who advertises food products for sale at 18 organic, organically produced, or by using a derivative of the 19 term organic, shall maintain accurate records in a manner 20 prescribed by the department relating to the production of the 21 lood products. The records shall be retained for three years 22 after the food products are sold and delivered by the 23 producer.
- 24 2. A processor who advertises a food product as organic, 25 organically produced, or by using a derivative of the term 26 organic, shall maintain accurate records prescribed by the 27 department, relating to the ingredients of the food product, 28 the names and addresses of persons from whom the ingredients of were purchased, and a copy of the sales receipt. The records 30 shall be retained for three years after the food product is 30 sold and delivered.
- 3. A vendor who advertises a food product as organic,
 33 organically produced, or by using a derivative of the term
 34 organic, shall maintain accurate records as prescribed by the
 35 department, rotating to the names and addresses of persons

- 1 from whom the ingredients of the food product were purchased,
- 2 the date and quantity of ingredients purchased, and a copy of
- 3 the sales receipt. The records shall be retained for three
- 4 years after the food products are sold and delivered.
- 5 Sec. 4. NEW SECTION. 190B.4 SWORN STATEMENTS.
- 6 A producer shall not sell to a vendor a food product that
- 7 the producer advertises as organic, organically produced, or
- 8 by using a derivative of the term organic, unless before the
- 9 sale, the producer provides a sworn statement that the food
- 10 product satisfies the requirements of this chapter. The
- It vendor shall retain the statement as a record under section
- 12 190B.3.
- 13 Sec. 5. NEW SECTION. 190B.5 CERTIFICATION.
- 14 A food product or a receptacle containing a food product
- 15 that is labeled as organic, organically produced, or by using
- 16 a derivative of the term organic, shall not also be labeled as
- 17 "certified" or "verified" unless the name of the person that
- 18 provided the certification or verification is declared on the
- 19 label.
- 20 Sec. 6. NEW SECTION. 190B.6 IDENTITY MARKINGS.
- 21 A food product or a receptacle containing food products
- 22 that a vendor advertises as organic, organically produced, or
- 23 by using a derivative of the term organic shall be marked in a
- 24 manner that identifies the food product or all the food
- 25 products contained in a receptacle as organic food. A seal
- 26 issued by the department pursuant to section 1908.7 to
- 27 identify a food product as organic food and placed on the food
- 28 product or on the receptacle shall be a sufficient mark for
- 29 purposes of this section.
- 30 Sec. 7. <u>NEW SECTION</u>. 190B.7 DEPARTMENTAL AUTHORITY AND
- 31 DUTIES.
- 32 1. The department shall enforce this chapter and may adopt
- 33 rules, including emergency rules, pursuant to chapter 17A that
- 34 are necessary to clarify sections 190B.2 and implement
- 35 sections 1908.3 through 1908.6, this section, and section

1 1903.8.

- 2. The department may adopt rules providing for penalties, 3 pursuant to section 1908.8, to be imposed on producers, 4 processors, and vendors for a violation of this chapter or a 5 departmental rule adopted pursuant to this chapter.
- 6 3. The department shall investigate the sale of a food 7 product advertised as organic, organically produced, or by 8 using a derivative of the term organic if there is good reason 9 to believe that a provision of this chapter or of a rule 10 adopted pursuant to this chapter has been violated.
- 11 4. The department shall adopt rules to restrain a
 12 producer, processor, or vendor from selling a food product
 13 advertised as organic, organically produced, or by using a
 14 derivative of the term organic, if there is good cause to
 15 believe that the food product does not satisfy the standards
 16 of section 1908.2.
- The department may demand that a producer,
 manufacturer, or vendor provide relevant information from
 records required to be maintained pursuant to section 1908.3.
 The department may inspect at reasonable times any area
 where food products advertised as organic, organically
- 22 produced, or by a derivative of the term organic, are 23 produced, processed, or sold.
- 7. The department may establish grades based on the standards described in section 190B.2 to distinguish between organic foods produced according to different departmental standards. The department may establish additional standards based on product testing.
- 8. The department may create a seal to identify food products as organic. The seal shall contain the following language: "Organically produced in accordance with chapter 12 1908, Code of Towa". The seal shall be placed on food products or receptacles containing food products in a manner prescribed by the department.
- 35 Sec. 8. NEW SECTION. 1908.8 PENALTIES.

- 1 A person who acts in violation of this chapter shall be 2 subject to one or more of the following:
- A civil penalty of not more than five hundred dollars
- 4 may be imposed on a producer who sells a food product
- 5 advertised as organic, organically produced, or by using a
- 6 derivative of the term organic, and does not provide a sworn
- 7 statement, as required by section 1908.4, or provides a sworn
- 8 statement that is fraudulent. A civil penalty of not more
- 9 than five hundred dollars may be imposed on a vendor who
- 10 purchases a food product advertised by a producer as organic,
- Il organically produced, or by using a derivative of the term
- 12 organic, without obtaining a sworn statement, as required by
- 13 section 190B.4 or obtaining a sworn statement that the vendor
- 14 knows or has reason to know is false.
- 15 2. A civil penalty of not more than five hundred dollars
- 16 may be imposed on a producer, processor, or vendor who fails
- 17 to maintain accurate records required under section 190B.3.
- 18 3. A civil penalty of not more than five hundred dollars
- 19 may be imposed on a vendor who sells a food product advertised
- 20 by the vendor as organic, organically produced, or by using a
- 21 derivative of the term organic, knowing that the product does
- 22 not satisfy the standards of section 190B.2.
- 23 4. A civil penalty of not more than five hundred dollars
- 24 may be imposed on a vendor who sells a food product advertised
- 25 by the vendor as organic, organically produced, or by using a
- 26 derivative of the term organic if the vendor fails to mark the
- 27 food product or a receptacle containing food products in
- 28 accordance with the requirements of section 190B.6.
- 29 5. A civil penalty of not more than five hundred dollars
- 30 may be imposed on a person who labels a food product or a
- 31 receptacle containing a food product as "certified" or
- 32 "verified" contrary to section 190B.6.
- 33 Sec. 9. NEW SECTION. 1908.9 INJUNCTIVE REMEDY.
- 34 The department or an individual, private organization or
- 35 association, county, or city may bring an action in district

s.e. 2264 n.e.

1	court to restrain a vendor from selling food products that the
2	vendor faisely advertises as organic, organically produced, or
3	by using a derivative of the term organic. A petitioner shall
4	not be required to allege facts necessary to show, or tending
5	to show, a lack of adequate remedy at law, that irreparable
6	damage or loss will result if the action is brought at law or
7	that unique or special circumstances exist.
3	Sec. 10. NEW SECTION. 1902.10 COSTS.
9	An individual, private organization or association, county,
10	or city which prevails in an action to enjoin a vendor under
11	section 1908.9 before a district court, the court of appeals,
12	or the supreme court may be awarded court costs, the
13	reasonable costs of investigation, and reasonable attorney
14	fees related to the action. The department may require that a
15	producer, processor, or vendor who has violated a provision of
16	this chapter reimburse the department for the reasonable costs
1.7	of investigating and administering the case.
18	Sec. 11. This Act takes effect July 1, 1990, except the
19	study committee established under section 2 of this Act shall
20	be established on July 1, 1988.
21	EXPLANATION
22	This bill provides standards to be satisfied by a producer,
23	processor, or vender of food products, before the product may
24	he advertised as organic. The bill requires that producers,
	processors, and vendors keep certain records of their
2€	transactions. It also provides for the enforcement of the
	standards by the department of agriculture and land
23	stewardship, and provides for an injunctive remedy, penalties,
29	and an effective date.
30	SUCCESSOR TO SSB 2217 (LSB 8251SC)
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SENATE FILE 2262

S-5309

- Amend Senate File 2262 as follows:
- 1. Page 1, line 7, by inserting after the words
- 3 "a product" the following: ", other than meat,".
- 2. Page 1, line 8, by striking the word "meat,".

S-5309

Filed March 10, 1988 WITHDRAWN BY JOHN E. SOORHOLTZ w/ 2 3/10 (g. 742)

SENATE FILE 2262

S-5316

- Amend Senate File 2262 as follows:
- 1. Page 3, line 33, by striking the following:
- 3 "including emergency rules,".

S-5316

ADOPTED BY DALE L. TIEDEN Filed March 10, 1988 (A 7++)

SENATE FILE 2262

5-5319

- Amend Senate File 2262 as follows:
- 2 1. Page 2, line 15, by inserting after the word
 3 "vendors." the following: "In developing standards
- 4 related to meat, the department shall consult with
- 5 Iowa-basedpackers processors, retailers, producers and
- 6 consumers."

S-5319

ADOPTED BY JOHN E. SOORHOLTZ Filed March 10, 1988 (p. 142)

General yes 0400+ Dr. Com \$/25 (70.1082)

SENATE FILE 2262 BY COMMITTEE ON AGRICULTURE

(AS AMENDED AND PASSED BY THE SENATE MARCH 10, 1988)
- New Language by the Senate
* - Language Stricken by the Senate
Passed Senate, Date April 12,1988 (p. 1455) Passed House, Date 4/1/88 (p. 1576) Vote: Ayes 37 Nays 10 Vote: Ayes 65 Nays 30 Approved May 9,1988
A BILL FOR
 An Act relating to organically produced food by providing for the establishment of standards, enforcement measures, penalties
3 and an effective date.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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- 1 Section 1. NEW SECTION. 190B.1 DEFINITIONS.
- 2 1. "Advertise" means to present a commercial message in
- 3 any medium, including but not limited to, print, radio,
- 4 television, sign, display, label, tag, or articulation.
- 5 2. "Department" means the department of agriculture and
- 6 land stewardship.
- 3. "Food product" means a product capable of human
- 2008 consumption, including but not limited to meat, fish, boultry,
 - 9 vegetables, fruit, honey, berries, eggs, seeds, dairy or grain
 - 10 products, and any product composed of one or more of those
 - ll items.
 - 12 4. "Label" means a commercial message in a printed medium
 - 13 which is affixed by any method to a receptacle including a
 - 14 container or package.
 - 15 5. "Organic food" means a food product that satisfies the
 - 16 requirements of section 190B.2.
 - 17 6. "Processor" means a person who processes or
 - 18 manufactures products containing ingredients that include a
 - 19 food product.
 - 7. "Produce" means grow, raise, collect, or harvest a food
 - 21 product.
 - 22 8. "Producer" means a person who produces a food product.
 - 9. "Sale" or "sell" means a commercial transfer or offer
 - 24 for sale and distribution in any manner.
 - 25 10. "Synthetic" includes, but is not limited to, a
 - 26 synthetic pesticide, hormone, antibiotic, growth stimulant, or
- \$27 arsenic.
 - 28 ll. "Vendor" means a person, including but not limited to,
 - 29 a producer or processor, who in the regular course of
 - 30 business, sells food products.
 - 31 Sec. 2. NEW SECTION. 190B.2 STANDARDS.
 - 32 1. For a food product to be organic food it must be
 - 33 considered to have been organically grown or produced or
- 34 composed of ingredients that were produced according to the
 - 35 following standards:

- 1 a. Without the use of a synthetic material, as established 2 by the department.
- b. Without the use of seeds that have been synthetically assist treated, unless untreated seeds are not generally available.
 - c. With the use of soil that has been free of a synthetic 6 applied within the last year. After July 1, 1990, the soil 7 must have been free of a synthetic applied within the last two 8 years. After July 1, 1991, the soil must have been free of a 9 synthetic applied within the last three years.
 - 10 d. Stored in a regular, cold, or controlled atmosphere.
 - ll If fumigation is needed, only diatomaceous earth or inert
 - 12 gases may be used.
- 2. The rules established by the department shall be based 14 on a two-year study which shall be performed by the department 15 in cooperation with producers, processors, and vendors. In
 - 16 developing standards related to meat, the department shall
 - 17 consult with Iowa-based packers, processors, retailers,
 - 18 producers and consumers.
 - 19 Sec. 3. NEW SECTION. 190B.3 RECORDS.
 - 20 l. A producer who advertises food products for sale as
 - 21 organic, organically produced, or by using a derivative of the
 - 22 term organic, shall maintain accurate records in a manner
 - 23 prescribed by the department relating to the production of the
 - 24 food products. The records shall be retained for three years
 - 25 after the food products are sold and delivered by the
 - 26 producer.
 - 27 2. A processor who advertises a food product as organic,
 - 28 organically produced, or by using a derivative of the term
 - 29 organic, shall maintain accurate records prescribed by the
 - 30 department, relating to the ingredients of the food product,
 - 31 the names and addresses of persons from whom the ingredients
 - 32 were purchased, and a copy of the sales receipt. The records
 - 33 shall be retained for three years after the food product is
 - 34 sold and delivered.
 - 35 3. A vendor who advertises a food product as organic,

- 1 organically produced, or by using a derivative of the term
- 2 organic, shall maintain accurate records as prescribed by the
- 3 department, relating to the names and addresses of persons
- min4 from whom the ingredients of the food product were purchased,
 - 5 the date and quantity of ingrediencs purchased, and a copy of
 - 6 the sales receipt. The records shall be retained for three
 - 7 years after the food products are sold and delivered.
 - 8 Sec. 4. NEW SECTION. 190B.4 SWORN STATEMENTS.
 - 9 A producer shall not sell to a vendor a food product that
 - 10 the producer advertises as organic, organically produced, or
 - ll by using a derivative of the term organic, unless before the
 - 12 sale, the producer provides a sworn statement that the food
 - 13 product satisfies the requirements of this chapter. The
 - 14 vendor shall retain the statement as a record under section
 - 15 190B.3.
 - 16 Sec. 5. NEW SECTION. 190B.5 CERTIFICATION.
 - A food product or a receptacle containing a food product
 - 18 that is labeled as organic, organically produced, or by using
 - 19 a derivative of the term organic, shall not also be labeled as
 - 20 "certified" or "verified" unless the name of the person that
 - 21 provided the certification or verification is declared on the
 - 22 label.
 - 23 Sec. 6. NEW SECTION. 190B.6 IDENTITY MARKINGS.
 - 24 A food product or a receptacle containing food products
 - 25 that a vendor advertises as organic, organically produced, or
 - 26 by using a derivative of the term organic shall be marked in a
 - 27 manner that identifies the food product or all the food
- 420928 products contained in a receptacle as organic food. A seal
 - 29 issued by the department pursuant to section 190B.7 to
 - 30 identify a food product as organic food and placed on the food
 - 31 product or on the receptacle shall be a sufficient mark for
 - 32 purposes of this section.
- Sec. 7. <u>NEW SECTION</u>. 190B.7 DEPARTMENTAL AUTHORITY AND
 - 34 DUTIES.
 - 35 l. The department shall enforce this chapter and may adopt

- 1 rules, pursuant to chapter 17A that are necessary to clarify
- 2 sections 190B.2 and implement sections 190B.3 through 190B.6,
- 3 this section, and section 190B.8.
- 4 2. The department may adopt rules providing for penalties,
- 5 pursuant to section 190B.8, to be imposed on producers,
- 6 processors, and vendors for a violation of this chapter or a
- 7 departmental rule adopted pursuant to this chapter.
- 8 3. The department shall investigate the sale of a food
- 9 product advertised as organic, organically produced, or by
- 10 using a derivative of the term organic if there is good reason
- ll to believe that a provision of this chapter or of a rule
- 12 adopted pursuant to this chapter has been violated.
- 13 4. The department shall adopt rules to restrain a
- 14 producer, processor, or vendor from selling a food product
- 15 advertised as organic, organically produced, or by using a
- 16 derivative of the term organic, if there is good cause to
- 17 believe that the food product does not satisfy the standards
- 18 of section 190B.2.
- 19 5. The department may demand that a producer,
- 20 manufacturer, or vendor provide relevant information from
- 21 records required to be maintained pursuant to section 190B.3.
- 22 6. The department may inspect at reasonable times any area
- 23 where food products advertised as organic, organically
- 24 produced, or by a derivative of the term organic, are
- 25 produced, processed, or sold.
- 7. The department may establish grades based on the
- 27 standards described in section 190B.2 to distinguish between
- 28 organic foods produced according to different departmental
- 29 standards. The department may establish additional standards
- 30 based on product testing.
- 31 8. The department may create a seal to identify food
- 32 products as organic. The seal shall contain the following
- 33 language: "Organically produced in accordance with chapter
- 34 190B, Code of Iowa". The seal shall be placed on food
- 35 products or receptacles containing food products in a manner

- 1 prescribed by the department.
- 2 Sec. 8. NEW_SECTION. 190B.8 PENALTIES.
 - A person who acts in violation of this chapter shall be 4 subject to one or more of the following:
 - 5 1. A civil penalty of not more than five hundred dollars
 - 6 may be imposed on a producer who sells a food product
- 7 advertised as organic, organically produced, or by using a
- 8 derivative of the term organic, and does not provide a sworn
- 9 statement, as required by section 190B.4, or provides a sworn
- 10 statement that is fraudulent. A civil penalty of not more
- 11 than five hundred dollars may be imposed on a vendor who
- 12 purchases a food product advertised by a producer as organic,
- 13 organically produced, or by using a derivative of the term
- 14 organic, without obtaining a sworn statement, as required by
- 15 section 1908.4 or obtaining a sworn statement that the vendor
- 16 knows or has reason to know is false.
- 17 2. A civil penalty of not more than five hundred dollars
- 18 may be imposed on a producer, processor, or vendor who fails
- 19 to maintain accurate records required under section 1908.3.
- 20 3. A civil penalty of not more than five hundred dollars
- 21 may be imposed on a vendor who sells a food product advertised
- 22 by the vendor as organic, organically produced, or by using a
- 23 derivative of the term organic, knowing that the product does
- 24 not satisfy the standards of section 190B.2.
- 4. A civil penalty of not more than five hundred dollars
- 26 may be imposed on a vendor who sells a food product advertised
- 27 by the vendor as organic, organically produced, or by using a
- 28 derivative of the term organic if the vendor fails to mark the
- 29 food product or a receptacle containing food products in
- 30 accordance with the requirements of section 1908.6.
- 31 5. A civil penalty of not more than five hundred dollars
- 32 may be imposed on a person who labels a food product or a
- 33 receptacle containing a food product as "certified" or
- 34 "verified" contrary to section 190B.6.
- 35 Sec. 9. NEW SECTION. 190B.9 INJUNCTIVE REMEDY.

The department or an individual, private organization or 2 association, county, or city may bring an action in district 3 court to restrain a vendor from selling food products that the 4 vendor falsely advertises as organic, organically produced, or 5 by using a derivative of the term organic. A petitioner shall 6 not be required to allege facts necessary to show, or tending 7 to show, a lack of adequate remedy at law, that irreparable 8 damage or loss will result if the action is brought at law or 9 that unique or special circumstances exist. 10 Sec. 10. NEW SECTION. 190B.10 COSTS. 11 An individual, private organization or association, county, 12 or city which prevails in an action to enjoin a vendor under 13 section 1908.9 before a district court, the court of appeals, 14 or the supreme court may be awarded court costs, the 15 reasonable costs of investigation, and reasonable attorney 16 fees related to the action. The department may require that a 17 producer, processor, or vendor who has violated a provision of 18 this chapter reimburse the department for the reasonable costs 19 of investigating and administering the case. 20 Sec. 11. This Act takes effect July 1, 1990, except the 21 study committee established under section 2 of this Act shall 22 be established on July 1, 1988. 23 SUCCESSOR TO SSB 2217 (LSB 8251SC) 24 25 26 27 28 29 30 31 32 33

HOUSE AMENDMENT TO SENATE FILE 2262

3-5891

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Amend Senate File 2262, as amended, passed, and
 2 reprinted by the Senate, as follows:

    Page 1, by inserting before line 1, the

 4 following:
 5
      "Section 1. Section 190.1, Code 1987, is amended
 6 by adding the following new subsection:
 7
      NEW SUBSECTION. 68. SORGHUM SYRUP. Sorghum syrup
 8 is liquid food derived by the concentration and heat
 9 treatment of the juice of sorghum cane."
10
      Page 1, line 7, by inserting after the words
11 "a product" the following: "other than beef or pork".
12
      Page 1, line 8, by striking the word "meat,".
13
      4. Page 1, line 27, by striking the word
14 "arsenic" and inserting the following: "arsenical".
15
      5. Page 1, line 34, by inserting after the word
16 "were" the following: "all".
17 6. Page 2, line 14, by striking the word "two-18 year" and inserting the following: "one-year".
19
      7. Page 2, line 15, by striking the word "In".
20
      8. Page 2, by striking lines 16 through 18.
      9. Page 3, line 4, by inserting after the words
21
22 "whom the" the following: "food product or".
      10. Page 3, line 28, by inserting after the word
24 "food." the following: "A food product advertised as
15 organic, organically produced, or by using a
26 derivative of the term organic, shall not include an
27 ingredient unless the product or receptable containing
28 the product is marked in a manner that identifies the
29 ingredient."
      11. Page 6, line 20, by striking the figure
31 "1990" and inserting the following: "1989".
32
      12. By renumbering, relettering, or redesignating
33 and correcting internal references as necessary.
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5-5891 Filed April 11, 1988 Snate concurs 4/12 (\$ 1455)

RECEVIED FROM THE HOUSE

SENATE PILE 2262

H-5900

- 1 Amend Senate File 2262, as amended, passed, and re-2 printed by the Senate, as follows:
- 3 1. Page 1, line 7, by inserting after the words
- 4 "a product" the following: "other than beef or pork".
- 5 2. Page 2, line 14, by striking the word "two-
- 6 year" and inserting the following: "one-year".
- Page 2, line 15, by striking the word "In".
 Page 2, by striking lines 16 through 18.
- 9 5. Page 3, line 4, by inserting after the words
- 10 "whom the" the following: "food product or".
- 6. By striking page 3, line 33 through page 6,
 - 12 line 22.
- - 14 inserting the following: "establishment of standards,
 - 15 and requiring documentation."

By COMMITTEE ON AGRICULTURE OSTERBERG of Linn, Chairperson

H-5900 FILED MARCH 25, 1988

Odoptil no corrected by 6241 #17 (4/15/4)

SENATE FILE 2262

H-6197

- 1 Amend the amendment, H-5900, to Senate File 2262,
- 2 as amended, passed, and reprinted by the Senate, as
- 3 follows:
- 4 1. Page 1, by inserting after line 4, the
- 5 following:
- 6 " . Page 1, line 8, by striking the word
- 7 "meat,".
- 8 . Page 1, line 27, by striking the word
- 9 "arsenic" and inserting the following: "arsenical"."
- 10 2. Page 1, by striking lines 5 through 8.
- 11 3. Page 1, by striking lines 11 through 15.
- By GRUHN of Dickinson
 - FOGARTY of Palo Alto
 - BRANSTAD of Winnebago
 - MUHLBAUER of Crawford
- HONDAULA OL CLAWLOIG
- H-6197 FILED APRIL 4, 1988

SENATE FILE 2262

H-6259

- Amend Senate File 2262 as amended, passed, and
- 2 reprinted by the Senate, as follows:
 3 l. Page 2, by striking line 4 and inserting the
- 4 following: "treated."
- 5 2. Page 2, by striking lines 6 through 9 and
- 6 inserting the following: "applied within the last 7 five years."

By KOENIGS of Mitchell

RUNNING of Linn

OSTERBERG of Linn McKEAN of Jones

KREMER of Buchanan

H-6259 FILED APRIL 6, 1988

SENATE PILE 2262

H-6208

- Amend Senate File 2262, as amended, passed, and 2 reprinted by the Senate, as follows:
- Page 1, by inserting before line 1, the
- 4 following:
- "Section 1. Section 190.1, Code 1987, is amended
- 6 by adding the following new subsection:
- NEW SUBSECTION. 68. SORGHUM SYRUP. Sorghum syrup
- 8 is liquid food derived by the concentration and heat
- 9 treatment of the juice of sorghum cane."
- Page 1, line 34, by inserting after the word
- 11 "were" the following: "all".
- 3. Page 3, line 28, by inserting after the word
- 13 "food." the following: "A food product advertised as
- 14 organic, organically produced, or by using a
- 15 derivative of the term organic, shall not include an
- .16 ingredient unless the product or receptacle containing
- 17 the product is marked in a manner that identifies the
- 18 ingredient."
- 4. By renumbering as necessary.

By SCHRADER of Marion

PETERSON of Carroll

SCHRADER of Marion

BLANSHAN of Greene

HALVORSON of Webster

MUHLBAUER of Crawford

MAY of Worth

SVOBODA of Tama

HARPER of Black Hawk

PAVICH of Pottawattamie

H-6203 FILED APRIL 5, 1988 J. A. W. J. J. 4/2 (* 15 10)

SENATE FILE 2262

H-6241

- Amend the amendment, H-5900, to Senate File 2262, 2 as amended, passed, and reprinted by the Senate, as
- 3 follows:
- 1. Page 1, by striking lines 11 through 15 and
- 5 inserting the following:
- _. Page 6, line 20, by striking the figure
- 7 "1990" and inserting the following: "1989"."
- By GRUHN of Dickinson
 - FOGARTY of Palo Alto
 - BLACK of Jasper
 - FULLER of Hardin
 - RUNNING of Linn
 - McKEAN of Jones
 - OSTERBERG of Linn

 - TABOR of Jackson
- TEAFORD of Black Hawk
- H-6241 FILED APRIL 5, 1988
 Udopted 4/2 (4 1514)

8-6242

Amend Senate File 2262, as amended, passed, and 2 reprinted by the Senate, as follows:

SENATE FILE 2262

- Page 1, line 8, by striking the word "meat,".
- Page 1, line 27, by striking the word
- "arsenic" and inserting the following: "arsenical".

By GRUHN of Dickinson KREMER of Buchanan

H-6242 FILED APRIL 5, 1988 adopted at = (p. 1515)

isb

SSB 2217

SSB 2217 AGRICULTURE

GRICULTURE: Riordan, Chair; Soorholtz and Scott	sen	enate file 2262		
	BY	(PROPOSED	COMMITTEE	ON
		AGRICULT	URE BILL)	

Passed	Senate,	Date	Passed	House,	Date
Vote:	Ayes	Nays	Vote:	Ayes _	Nays
	Ap	proved			

A BILL FOR

1 An Act relating to organically produced food by providing for the
2 establishment of standards, enforcement measures, penalties
3 and an effective date.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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- 1 Section 1. NEW SECTION. 1908.1 DEFINITIONS.
- 2 1. "Advertise" means to present a commercial message in
- 3 any medium, including but not limited to, print, radio,
- 4 television, sign, display, label, tag, or articulation.
- 5 2. "Department" means the department of agriculture and
- 6 land stewardship.
- 7 3. "Food product" means a product capable of human
- 8 consumption, including but not limited to meat, fish, poultry,
- 9 vegetables, fruit, honey, berries, eggs, seeds, dairy or grain
- 10 products, and any product composed of one or more of those
- ll items.
- 12 4. "Label" means a commercial message in a printed medium
- 13 which is affixed by any method to a receptacle including a
- 14 container or package.
- 15 5. "Organic food" means a food product that satisfies the
- 16 requirements of section 190B.2.
- 17 6. "Processor" means a person who processes or
- 18 manufactures products containing ingredients that include a
- 19 food product.
- 7. "Produce" means grow, raise, collect, or harvest a food
- 21 product.
- 22 8. "Producer" means a person who produces a food product.
- 23 9. "Sale" or "sell" means a commercial transfer or offer
- 24 for sale and distribution in any manner.
- 25 10. "Synthetic" includes, but is not limited to, a
- 26 synthetic pesticide, hormone, antibiotic, growth stimulant, or
- 27 arsenic.
- 28 11. "Vendor" means a person, including but not limited to,
- 29 a producer or processor, who in the regular course of
- 30 business, sells food products.
- 31 Sec. 2. NEW SECTION. 190B.2 STANDARDS.
- 32 1. For a food product to be organic food it must be
- 33 considered to have been organically grown or produced or
- 34 composed of ingredients that were produced according to the
- 35 following standards:

- 1 a. Without the use of a synthetic material, as established 2 by the department.
- 3 b. Without the use of seeds that have been synthetically
- 4 treated, unless untreated seeds are not generally available.
- 5 c. With the use of soil that has been free of a synthetic
- 6 applied within the last year. After July 1, 1990, the soil
- 7 must have been free of a synthetic applied within the last two
- 8 years. After July 1, 1991, the soil must have been free of a
- 9 synthetic applied within the last three years.
- 10 d. Stored in a regular, cold, or controlled atmosphere.
- 11 If fumigation is needed, only diatomaceous earth or inert
- 12 gases may be used.
- 13 2. The rules established by the department shall be based
- 14 on a two-year study which shall be performed by the department
- 15 in cooperation with producers, processors, and vendors.
- 16 Sec. 3. NEW SECTION. 190B.3 RECORDS.
- 17 1. A producer who advertises food products for sale as
- 18 organic, organically produced, or by using a derivative of the
- 19 term organic, shall maintain accurate records in a manner
- 20 prescribed by the department relating to the production of the
- 21 food products. The records shall be retained for three years
- 22 after the food products are sold and delivered by the
- 23 producer.
- 24 2. A processor who advertises a food product as organic,
- 25 organically produced, or by using a derivative of the term
- 26 organic, shall maintain accurate records prescribed by the
- 27 department, relating to the ingredients of the food product,
- 28 the names and addresses of persons from whom the ingredients
- 29 were purchased, and a copy of the sales receipt. The records
- 30 shall be retained for three years after the food product is
- 31 sold and delivered.
- 32 3. A vendor who advertises a food product as organic,
- 33 organically produced, or by using a derivative of the term
- 34 organic, shall maintain accurate records as prescribed by the
- 35 department, relating to the names and addresses of persons

- 1 from whom the ingredients of the food product were purchased,
- 2 the date and quantity of ingredients purchased, and a copy of
- 3 the sales receipt. The records shall be retained for three
- 4 years after the food products are sold and delivered.
- 5 Sec. 4. NEW SECTION. 190B.4 SWORN STATEMENTS.
- 6 A producer shall not sell to a vendor a food product that
- 7 the producer advertises as organic, organically produced, or
- 8 by using a derivative of the term organic, unless before the
- 9 sale, the producer provides a sworn statement that the food
- 10 product satisfies the requirements of this chapter. The
- 11 vendor shall retain the statement as a record under section
- 12 190B.3.
- 13 Sec. 5. NEW SECTION. 190B.5 CERTIFICATION.
- 14 A food product or a receptacle containing a food product
- 15 that is labeled as organic, organically produced, or by using
- 16 a derivative of the term organic, shall not also be labeled as
- 17 "certified" or "verified" unless the name of the person that
- 18 provided the certification or verification is declared on the
- 19 label.
- 20 Sec. 6. NEW SECTION. 190B.6 IDENTITY MARKINGS.
- 21 A food product or a receptacle containing food products
- 22 that a vendor advertises as organic, organically produced, or
- 23 by using a derivative of the term organic shall be marked in a
- 24 manner that identifies the food product or all the food
- 25 products contained in a receptacle as organic food. A seal
- 26 issued by the department pursuant to section 190B.7 to
- 27 identify a food product as organic food and placed on the food
- 28 product or on the receptacle shall be a sufficient mark for
- 29 purposes of this section.
- 30 Sec. 7. NEW SECTION. 1908.7 DEPARTMENTAL AUTHORITY AND
- 31 DUTIES.
- 32 1. The department shall enforce this chapter and may adopt
- 33 rules, including emergency rules, pursuant to chapter 17A that
- 34 are necessary to clarify sections 190B.2 and implement
- 35 sections 1908.3 through 1908.6, this section, and section

1 190B.8.

- The department may adopt rules providing for penalties,
- 3 pursuant to section 1908.8, to be imposed on producers,
- 4 processors, and vendors for a violation of this chapter or a
- 5 departmental rule adopted pursuant to this chapter.
- 6 3. The department shall investigate the sale of a food
- 7 product advertised as organic, organically produced, or by
- 8 using a derivative of the term organic if there is good reason
- 9 to believe that a provision of this chapter or of a rule
- 10 adopted pursuant to this chapter has been violated.
- 11 4. The department shall adopt rules to restrain a
- 12 producer, processor, or vendor from selling a food product
- 13 advertised as organic, organically produced, or by using a
- 14 derivative of the term organic, if there is good cause to
- 15 believe that the food product does not satisfy the standards
- 16 of section 190B.2.
- 17 5. The department may demand that a producer,
- 18 manufacturer, or vendor provide relevant information from
- 19 records required to be maintained pursuant to section 190B.3.
- 20 6. The department may inspect at reasonable times any area
- 21 where food products advertised as organic, organically
- 22 produced, or by a derivative of the term organic, are
- 23 produced, processed, or sold.
- 7. The department may establish grades based on the
- 25 standards described in section 190B.2 to distinguish between
- 26 organic foods produced according to different departmental
- 27 standards. The department may establish additional standards
- 28 based on product testing.
- 29 8. The department may create a seal to identify food
- 30 products as organic. The seal shall contain the following
- 31 language: "Organically produced in accordance with chapter
- 32 190B, Code of Iowa". The seal shall be placed on food
- 33 products or receptacles containing food products in a manner
- 34 prescribed by the department.
- 35 Sec. 8. NEW SECTION. 190B.8 PENALTIES.

- 1 A person who acts in violation of this chapter shall be 2 subject to one or more of the following:
- 3 1. A civil penalty of not more than five hundred dollars
- 4 may be imposed on a producer who sells a food product
- 5 advertised as organic, organically produced, or by using a
- 6 derivative of the term organic, and does not provide a sworn
- 7 statement, as required by section 190B.4, or provides a sworn
- 8 statement that is fraudulent. A civil penalty of not more
- 9 than five hundred dollars may be imposed on a vendor who
- 10 purchases a food product advertised by a producer as organic,
- 11 organically produced, or by using a derivative of the term
- 12 organic, without obtaining a sworn statement, as required by
- 13 section 1908.4 or obtaining a sworn statement that the vendor
- 14 knows or has reason to know is false.
- 15 2. A civil penalty of not more than five hundred dollars
- 16 may be imposed on a producer, processor, or vendor who fails
- 17 to maintain accurate records required under section 190B.3.
- 18 3. A civil penalty of not more than five hundred dollars
- 19 may be imposed on a vendor who sells a food product advertised
- 20 by the vendor as organic, organically produced, or by using a
- 21 derivative of the term organic, knowing that the product does
- 22 not satisfy the standards of section 190B.2.
- 23 4. A civil penalty of not more than five hundred dollars
- 24 may be imposed on a vendor who sells a food product advertised
- 25 by the vendor as organic, organically produced, or by using a
- 26 derivative of the term organic if the vendor fails to mark the
- 27 food product or a receptacle containing food products in
- 28 accordance with the requirements of section 190B.6.
- 29 5. A civil penalty of not more than five hundred dollars
- 30 may be imposed on a person who labels a food product or a
- 31 receptacle containing a food product as "certified" or
- 32 "verified" contrary to section 190B.6.
- 33 Sec. 9. NEW SECTION. 190B.9 INJUNCTIVE REMEDY.
- 34 The department or an individual, private organization or
- 35 association, county, or city may bring an action in district

1 court to restrain a vendor from selling food products that the 2 vendor falsely advertises as organic, organically produced, or 3 by using a derivative of the term organic. A petitioner shall 4 not be required to allege facts necessary to show, or tending 5 to show, a lack of adequate remedy at law, that irreparable

- 6 damage or loss will result if the action is brought at law or
- 7 that unique or special circumstances exist.
 8 Sec. 10. NEW SECTION. 190B.10 COSTS.
- 9 An individual, private organization or association, county,
- 10 or city which prevails in an action to enjoin a vendor under
- 11 section 190B.9 before a district court, the court of appeals,
- 12 or the supreme court may be awarded court costs, the
- 13 reasonable costs of investigation, and reasonable attorney
- 14 fees related to the action. The department may require that a
- 15 producer, processor, or vendor who has violated a provision of
- 16 this chapter reimburse the department for the reasonable costs
- 17 of investigating and-administering the case.
- 18 Sec. 11. This Act takes effect July 1, 1990, except the
- 19 study committee established under section 2 of this Act shall
- 20 be established on July 1, 1988.
- 21 EXPLANATION
- 22 This bill provides standards to be satisfied by a producer,
- 23 processor, or vendor of food products, before the product may
- 24 be advertised as organic. The bill requires that producers,
- 25 processors, and vendors keep certain records of their
- 26 transactions. It also provides for the enforcement of the
- 27 standards by the department of agriculture and land
- 28 stewardship, and provides for an injunctive remedy, penalties,
- 29 and an effective date.

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AR ACT

RELATING TO ORGANICALLY PRODUCED FOOD BY PROVIDING FOR THE ESTABLISHMENT OF STANDARDS, ENFORCEMENT MEASURES, PENALTIES AND AN EFFECTIVE DATE.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TOWA:

Section 1. Section 190.1, Code 1987, is amended by adding the following new subsection:

NEW SUBSECTION. 68. SORGHUM SYRUP. Sorghum syrup is liquid food derived by the concentration and heat treatment of the juice of sorghum came.

- Sec. 2. NEW SECTION. 1908.1 DEPINITIONS.
- 1. "Advertise" means to present a commercial message in any medium, including but not limited to, print, radio, television, sign, display, label, tag, or articulation.
- "Department" means the department of agriculture and land stewardship.
- 3. "Food product" means a product other than beef or pork capable of human consumption, including but not limited to fish, poultry, vegetables, fruit, honey, berries, eggs, seeds, dairy or grain products, and any product composed of one or more of those items.
- 4. "Label" means a commercial message in a printed medium which is affixed by any method to a receptable including a container or package.
- 5. "Organic food" means a food product that satisfies the requirements of section 1908.2.
- 6. "Processor" means a person who processes or manufactures products containing ingredients that include a food product.
- "Produce" means grow, raise, collect, or harvest a food product.

- 8. "Producer" means a person who produces a food product.
- 9. "Sale" or "sell" means a commercial transfer or offer for sale and distribution in any manner.
- 10. "Synthetic" includes, but is not limited to, a synthetic pesticide, hormone, antibiotic, growth stimulant, or arsenical.
- 11. "Vendor" means a person, including but not limited to, a producer or processor, who in the regular course of business, sells food products.
 - Sec. 3. NEW SECTION. 1908.2 STANDARDS.
- 1. For a food product to be organic food it must be considered to have been organically grown or produced or composed of ingredients that were all produced according to the following standards:
- a. Without the use of a synthetic material, as established by the department.
- b. Without the use of seeds that have been synthetically treated, unless untreated seeds are not generally available.
- c. With the use of soil that has been free of a synthetic applied within the last year. After July 1, 1990, the soil must have been free of a synthetic applied within the last two years. After July 1, 1991, the soil must have been free of a synthetic applied within the last three years.
- d. Stored in a regular, cold, or controlled atmosphere.
 If fumigation is needed, only diatomaceous earth or inert gases may be used.
- The rules established by the department shall be based on a one-year study which shall be performed by the department in cooperation with producers, processors, and vendors.
 - Sec. 4. NEW SECTION: 190B.3 RECORDS.
- 1. A producer who advertises food products for sale as organic, organically produced, or by using a derivative of the term organic, shall maintain accurate records in a manner prescribed by the department relating to the production of the food products. The records shall be retained for three years

after the food products are sold and delivered by the producer.

- 2. A processor who advertises a food product as organic, organically produced, or by using a derivative of the term organic, shall maintain accurate records prescribed by the department, relating to the ingredients of the food product, the names and addresses of persons from whom the ingredients were purchased, and a copy of the sales receipt. The records shall be retained for three years after the food product is sold and delivered.
- 3. A vendor who advertises a food product as organic, organically produced, or by using a derivative of the term organic, shall maintain accurate records as prescribed by the department, relating to the names and addresses of persons from whom the food product or ingredients of the food product were purchased, the date and quantity of ingredients purchased, and a copy of the sales receipt. The records shall be retained for three years after the food products are sold and delivered.

Sec. 5. NEW SECTION. 1908.4 SWORN STATEMENTS.

A producer shall not sell to a vendor a food product that the producer advertises as organic, organically produced, or by using a derivative of the term organic, unless before the sale, the producer provides a sworn statement that the food product satisfies the requirements of this chapter. The vendor shall retain the statement as a record under section 1908.3.

Sec. 6. NEW SECTION. 1908.5 CERTIFICATION.

A food product or a receptacle containing a food product that is labeled as organic, organically produced, or by using a derivative of the term organic, shall not also be labeled as "certified" or "verified" unless the name of the person that provided the certification or verification is declared on the label.

Sec. 7. NEW SECTION: 1908.6 IDENTITY MARKINGS.

A food product or a receptacle containing food products that a vendor advertises as organic, organically produced, or by using a derivative of the term organic shall be marked in a manner that identifies the food product or all the food products contained in a receptacle as organic food. A food product advertised as organic, organically produced, or by using a derivative of the term organic, shall not include an ingredient unless the product or receptacle containing the product is marked in a manner that identifies the ingredient. A seal issued by the department pursuant to section 1908.7 to identify a food product as organic food and placed on the food product or on the receptacle shall be a sufficient mark for purposes of this section.

- Sec. 8. <u>NEW SECTION</u>. 1908.7 DEPARTMENTAL AUTHORITY AND DUTIES.
- 1. The department shall enforce this chapter and may adopt rules, pursuant to chapter 17A that are necessary to clarify section 190B.2 and implement sections 190B.3 through 190B.6, this section, and section 190B.8.
- 2. The department may adopt rules providing for penalties, pursuant to section 1908.8, to be imposed on producers, processors, and vendors for a violation of this chapter or a departmental rule adopted pursuant to this chapter.
- 3. The department shall investigate the sale of a food product advertised as organic, organically produced, or by using a derivative of the term organic if there is good reason to believe that a provision of this chapter or of a rule adopted pursuant to this chapter has been violated.
- 4. The department shall adopt rules to restrain a producer, processor, or vendor from selling a food product advertised as organic, organically produced, or by using a derivative of the term organic, if there is good cause to believe that the food product does not satisfy the standards of section 1908.2.

- 5. The department may demand that a producer, manufacturer, or vendor provide relevant information from records required to be maintained pursuant to section 1908.3.
- 6. The department may inspect at reasonable times any area where food products advertised as organic, organically produced, or by a derivative of the term organic, are produced, processed, or sold.
- 7. The department may establish grades based on the standards described in section 1908.2 to distinguish between organic foods produced according to different departmental standards. The department may establish additional standards based on product testing.
- 8. The department may create a seal to identify food products as organic. The seal shall contain the following language: "Organically produced in accordance with chapter 1908, Code of Iowa". The seal shall be placed on food products or receptacles containing food products in a manner prescribed by the department.
 - Sec. 9. NEW SECTION. 1908.8 PENALTIES.

A person who acts in violation of this chapter shall be subject to one or more of the following:

- 1. A civil penalty of not more than five hundred dollars may be imposed on a producer who sells a food product advertised as organic, organically produced, or by using a derivative of the term organic, and does not provide a sworn statement, as required by section 1908.4, or provides a sworn statement that is fraudulent. A civil penalty of not more than five hundred dollars may be imposed on a vendor who purchases a food product advertised by a producer as organic, organically produced, or by using a derivative of the term organic, without obtaining a sworn statement, as required by section 1908.4 or obtaining a sworn statement that the vendor knows or has reason to know is false.
- A civil penalty of not more than five hundred dollars may be imposed on a producer, processor, or vendor who fails to maintain accurate records required under section 1908.3.

- 3. A civil penalty of not more than five hundred dollars may be imposed on a vendor who sells a food product advertised by the vendor as organic, organically produced, or by using a derivative of the term organic, knowing that the product does not satisfy the standards of section 1908.2.
- 4. A civil penalty of not more than five nundred dollars may be imposed on a vendor who sells a food product advertised by the vendor as organic, organically produced, or by using a derivative of the term organic if the vendor fails to mark the food product or a receptacle containing food products in accordance with the requirements of section 1908.6.
- 5. A civil penalty of not more than five hundred dollars may be imposed on a person who labels a food product or a receptacle containing a food product as "certified" or "verified" contrary to section 1908.6.

Sec. 10. NEW SECTION. 1908.9 INJUNCTIVE REMEDY.

The department or an individual, private organization or

The department or an individual, private organization or association, county, or city may bring an action in district court to restrain a vendor from selling food products that the vendor falsely advertises as organic, organically produced, or by using a derivative of the term organic. A petitioner shall not be required to allege facts necessary to show, or tending to show, a lack of adequate remedy at law, that irreparable damage or loss will result if the action is prought at law or that unique or special circumstances exist.

Sec. 11. NEW SECTION. 190B.10 COSTS.

An individual, private organization or association, county, or city which prevails in an action to enjoin a vendor under section 1908.9 before a district court, the court of appeals, or the supreme court may be awarded court costs, the reasonable costs of investigation, and reasonable attorney fees related to the action. The department may require that a producer, processor, or vendor who has violated a provision of this chapter reimburse the department for the reasonable costs of investigating and administering the case.

Sec. 12. This Act takes effect July 1, 1989, except the study committee established under section 3 of this Act shall be established on July 1, 1988.

JO ANN ZIMMERMAN

President of the Senate

DONALD D. AVENSON Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 2262, Seventy-second General Assembly.

JOHN F. DWYER

Secretary of the Senate

Approved

1988

TERRY E. BRANSTAD

Governor