

HOUSE BILL 1017

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By: **Delegates Charkoudian, Bagnall, Carr, Cullison, Korman, Krebs, Metzgar, Morgan, Saab, and Shetty**

Introduced and read first time: February 5, 2020

Assigned to: Health and Government Operations

A BILL ENTITLED

1 AN ACT concerning

2 **Public Health – Cottage Food Product Labels – Identification Number**

3 FOR the purpose of altering the required contents of the label with which cottage food
4 products must be prepackaged to allow the inclusion of the phone number of the
5 cottage food business and a certain identification number, rather than the address
6 of the cottage food business; requiring the Maryland Department of Health to provide
7 a certain identification number to a cottage food business on request for a certain
8 purpose; and generally relating to cottage food product labels.

9 BY repealing and reenacting, with amendments,

10 Article – Health – General
11 Section 21–330.1
12 Annotated Code of Maryland
13 (2019 Replacement Volume)

14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
15 That the Laws of Maryland read as follows:

16 **Article – Health – General**

17 21–330.1.

18 (a) This section does not:

19 (1) Apply to a food establishment that is required to have a license under §
20 21–305 of this subtitle; or

21 (2) Exempt a cottage food business from any applicable State or federal tax
22 laws.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (b) A cottage food business is not required to be licensed by the Department if the
2 owner of the cottage food business complies with this section.

3 (c) The owner of a cottage food business may sell only cottage food products that
4 are:

5 (1) Stored on the premises of the cottage food business; and

6 (2) Prepackaged with a label that contains:

7 (i) The following information:

8 1. **A.** The name and address of the cottage food business;

9 **OR**

10 **B. THE NAME AND PHONE NUMBER OF THE COTTAGE**
11 **FOOD BUSINESS AND THE IDENTIFICATION NUMBER ASSIGNED TO THE COTTAGE**
12 **FOOD BUSINESS UNDER SUBSECTION (D) OF THIS SECTION;**

13 2. The name of the cottage food product;

14 3. The ingredients of the cottage food product in descending
15 order of the amount of each ingredient by weight;

16 4. The net weight or net volume of the cottage food product;

17 5. Allergen information as specified by federal labeling
18 requirements; and

19 6. If any nutritional claim is made, nutritional information
20 as specified by federal labeling requirements;

21 (ii) The following statement printed in 10 point or larger type in a
22 color that provides a clear contrast to the background of the label: "Made by a cottage food
23 business that is not subject to Maryland's food safety regulations."; and

24 (iii) For a cottage food product offered for sale at a retail food store:

25 1. The phone number and e-mail address of the cottage food
26 business; and

27 2. The date the cottage food product was made.

28 **(D) AT THE REQUEST OF A COTTAGE FOOD BUSINESS, THE DEPARTMENT**
29 **SHALL PROVIDE TO THE COTTAGE FOOD BUSINESS A UNIQUE IDENTIFICATION**
30 **NUMBER THAT THE COTTAGE FOOD BUSINESS MAY USE ON THE LABEL OF A**

1 **COTTAGE FOOD PRODUCT UNDER SUBSECTION (C) OF THIS SECTION.**

2 **[(d)] (E)** The owner of a cottage food business shall comply with all applicable
3 county and municipal laws and ordinances regulating the preparation, processing, storage,
4 and sale of cottage food products.

5 **[(e)] (F)** (1) The Department may investigate any complaint alleging that a
6 cottage food business has violated this section.

7 (2) On receipt of a complaint, a representative of the Department, at a
8 reasonable time, may enter and inspect the premises of a cottage food business to determine
9 compliance with this section.

10 (3) The owner of a cottage food business may not:

11 (i) Refuse to grant access to a representative who requests to enter
12 and inspect the premises of the cottage food business under paragraph (2) of this subsection;
13 or

14 (ii) Interfere with any inspection under paragraph (2) of this
15 subsection.

16 (4) An investigation of a cottage food business conducted under this
17 subsection may include sampling of a cottage food product to determine if the cottage food
18 product is misbranded or adulterated.

19 **[(f)] (G)** Before the owner of a cottage food business may sell a cottage food
20 product to a retail food store, the owner shall submit to the Department:

21 (1) Documentation of the owner's successful completion of a food safety
22 course approved by the Department; and

23 (2) The label that will be affixed to the cottage food product in accordance
24 with subsection (c)(2) of this section.

25 **[(g)] (H)** Beginning on or before December 30, 2020, and every December 30
26 thereafter, the Department shall report to the Senate Finance Committee and the House
27 Health and Government Operations Committee, in accordance with § 2-1257 of the State
28 Government Article, on:

29 (1) The documentation and labels submitted under subsection (f) of this
30 section; and

31 (2) Any complaints received by the Department related to a cottage food
32 business or cottage food product.

1 **[(h)] (I)** The Department shall adopt regulations to carry out this section.

2 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
3 October 1, 2020.