SUBSTITUTE FOR HOUSE BILL NO. 5280

A bill to amend 2000 PA 92, entitled "Food law of 2000,"

by amending section 4101 (MCL 289.4101), as amended by 2007 PA 113, and by adding section 4102.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4101. (1) Except as provided in section—SECTIONS 4102 AND
- 2 4105, a person shall not operate a food establishment unless
- 3 licensed by the department as a food establishment.
- 4 (2) Separate areas for food service or preparation located in
- 5 1 building and actively operated under 1 management are considered
- 6 to be 1 food establishment and only 1 license is required. The
- 7 director may require separate licenses for these areas if managed
- 8 separately even though under the same owner.

- 1 (3) Except as otherwise provided in this act, a city, county,
- 2 or other local unit of government shall not adopt or enforce
- 3 licensing ordinances or regulations for persons regulated under
- 4 this act.
- 5 SEC. 4102. (1) A COTTAGE FOOD OPERATION IS EXEMPT FROM THE
- 6 LICENSING AND EVALUATION PROVISIONS OF THIS ACT. THIS EXEMPTION
- 7 DOES NOT INCLUDE AN EXEMPTION FROM THE ADULTERATION AND OTHER
- 8 STANDARDS IMPOSED IN THIS SECTION OR UNDER THIS ACT, OR BOTH, AND
- 9 DOES NOT LIMIT THE ABILITY OF THE DEPARTMENT TO TAKE APPROPRIATE
- 10 ENFORCEMENT ACTION FOR APPLICABLE VIOLATIONS AS DESCRIBED IN
- 11 SECTION 5101. THIS SUBSECTION DOES NOT REQUIRE A COTTAGE FOOD
- 12 OPERATION TO MEET THE STANDARDS CONTAINED IN 21 CFR 110 OR THE 2005
- 13 FEDERAL FOOD CODE, OR BOTH.
- 14 (2) COTTAGE FOOD PRODUCTS SHALL BE PREPACKAGED AND PROPERLY
- 15 LABELED PRIOR TO SALE.
- 16 (3) AT A MINIMUM, A COTTAGE FOOD OPERATION SHALL PLACE ON THE
- 17 LABEL OF ANY FOOD IT PRODUCES OR PACKAGES THE FOLLOWING
- 18 INFORMATION:
- 19 (A) THE NAME AND ADDRESS OF THE BUSINESS OF THE COTTAGE FOOD
- 20 OPERATION.
- 21 (B) THE NAME OF THE COTTAGE FOOD PRODUCT.
- 22 (C) THE INGREDIENTS OF THE COTTAGE FOOD PRODUCT, IN DESCENDING
- 23 ORDER OF PREDOMINANCE BY WEIGHT.
- 24 (D) THE NET WEIGHT OR NET VOLUME OF THE COTTAGE FOOD PRODUCT.
- 25 (E) ALLERGEN LABELING AS SPECIFIED BY FEDERAL LABELING
- 26 REQUIREMENTS.
- 27 (F) IF ANY NUTRITIONAL CLAIM IS MADE, APPROPRIATE LABELING AS

- 1 SPECIFIED BY FEDERAL LABELING REQUIREMENTS.
- 2 (G) THE FOLLOWING STATEMENT PRINTED IN AT LEAST THE EQUIVALENT
- 3 OF 11-POINT FONT SIZE IN A COLOR THAT PROVIDES A CLEAR CONTRAST TO
- 4 THE BACKGROUND: "MADE IN A HOME KITCHEN THAT HAS NOT BEEN INSPECTED
- 5 BY THE MICHIGAN DEPARTMENT OF AGRICULTURE."
- 6 (4) COTTAGE FOOD PRODUCTS MAY BE SOLD DIRECTLY FROM THE
- 7 COTTAGE FOOD OPERATION TO THE CONSUMER ONLY, AND NOT BY INTERNET OR
- 8 MAIL ORDER. SALES BY CONSIGNMENT OR AT WHOLESALE ARE PROHIBITED.
- 9 (5) THE GROSS SALES OF COTTAGE FOOD PRODUCTS SHALL NOT EXCEED
- 10 \$15,000.00 ANNUALLY. THE DETERMINATION OF THE \$15,000.00 ANNUAL
- 11 GROSS SALES SHALL BE COMPUTED ON THE BASIS OF THE AMOUNT OF GROSS
- 12 SALES WITHIN OR AT A PARTICULAR DOMESTIC RESIDENCE AND SHALL NOT BE
- 13 COMPUTED ON A PER-PERSON BASIS WITHIN OR AT THAT DOMESTIC
- 14 RESIDENCE. THE DEPARTMENT MAY REQUEST IN WRITING DOCUMENTATION TO
- 15 VERIFY THE ANNUAL GROSS SALES FIGURE.
- 16 (6) COTTAGE FOOD PRODUCTS SHALL BE STORED ONLY IN THE PRIMARY
- 17 DOMESTIC RESIDENCE.
- 18 (7) AN EXEMPTION UNDER THIS SECTION DOES NOT AFFECT THE
- 19 APPLICATION OF ANY OTHER STATE OR FEDERAL LAWS OR ANY APPLICABLE
- 20 ORDINANCES ENACTED BY ANY LOCAL UNIT OF GOVERNMENT.
- 21 Enacting section 1. This amendatory act does not take effect
- 22 unless House Bill No. 5837 of the 95th Legislature is enacted into
- 23 law.