

HOUSE BILL No. 1103

DIGEST OF HB 1103 (Updated February 10, 2021 1:22 pm - DI 77)

Citations Affected: IC 16-18; IC 16-42.

Synopsis: Home based vendors. Beginning January 1, 2022, allows a home based vendor's food products to be: (1) sold in person or by telephone or the Internet; and (2) delivered by the vendor or a third party carrier to the end consumer. Requires the state department of health, the Indiana state board of animal health, and the Indiana state department of agriculture, in consultation with industry groups and food safety experts, to submit recommendations concerning home based vendors to the general assembly.

Effective: July 1, 2021; January 1, 2022.

Davisson

January 7, 2021, read first time and referred to Committee on Agriculture and Rural Development.

February 11, 2021, amended, reported — Do Pass.



First Regular Session of the 122nd General Assembly (2021)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2020 Regular Session of the General Assembly.

HOUSE BILL No. 1103

A BILL FOR AN ACT to amend the Indiana Code concerning health.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 16-18-2-137, AS AMENDED BY P.L.144-2015,
2	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JANUARY 1, 2022]: Sec. 137. (a) "Food establishment", for purposes
4	of IC 16-42-5 and IC 16-42-5.2, means any building, room, basement,
5	vehicle of transportation, cellar, or open or enclosed area occupied or
6	used for handling food.
7	(b) The term does not include the following:
8	(1) A dwelling where food is prepared on the premises by the
9	occupants, free of charge, for their consumption or for
10	consumption by their guests.
11	(2) A gathering of individuals at a venue of an organization that
12	is organized for educational purposes in a nonpublic educational
13	setting or for religious purposes, if:
14	(A) the individuals separately or jointly provide or prepare,
15	free of charge, and consume their own food or that of others
16	attending the gathering; and
17	(B) the gathering is for a purpose of the organization.



1	Gatherings for the purpose of the organization include funerals
2	wedding receptions, christenings, bar or bat mitzvahs, baptisms
3	communions, and other events or celebrations sponsored by the
4	organization.
5	(3) A vehicle used to transport food solely for distribution to the
6	needy, either free of charge or for a nominal donation.
7	(4) A private gathering of individuals who separately or jointly
8	provide or prepare and consume their own food or that of others
9	attending the gathering, regardless of whether the gathering is
10	held on public or private property.
11	(5) Except for food prepared by a for-profit entity, a venue of the
12	sale of food prepared for an organization:
13	(A) that is organized for:
14	(i) religious purposes; or
15	(ii) educational purposes in a nonpublic educational setting
16	(B) that is exempt from taxation under Section 501 of the
17	Internal Revenue Code; and
18	(C) that offers the food for sale to the final consumer at ar
19	event held for the benefit of the organization;
20	unless the food is being provided in a restaurant or a cafeteria
21	with an extensive menu of prepared foods.
22	(6) Except for food prepared by a for-profit entity, an Indiana
23	nonprofit organization that:
24	(A) is organized for civic, fraternal, veterans, or charitable
25	purposes;
26	(B) is exempt from taxation under Section 501 of the Internal
27	Revenue Code; and
28	(C) offers food for sale to the final consumer at an event held
29	for the benefit of the organization;
30	if the events conducted by the organization take place for no
31	more than fifteen (15) days in a calendar year.
32	(7) An individual A home based vendor of a farmer's market on
33	roadside stand if the individual who meets the requirements or
34	IC 16-42-5-29.
35	(8) The holder of a farm winery permit under IC 7.1-3-12-5 or a
36	brewer's permit under IC 7.1-3-2-7(5) if the requirements of
37	IC 16-42-5-30 are met.
38	SECTION 2. IC 16-42-5-29, AS AMENDED BY P.L.80-2016
39	SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
40	JANUARY 1, 2022]: Sec. 29. (a) Except as provided in subsection (h)
41	this section applies to an individual a home based vendor. of a farmers
42	market or roadside stand.



1	(b) As used in this section, "end consumer" means a person who is
2	the last person to purchase any food product and who does not resell
3	the food product.
4	(c) An individual A home based vendor of a farmers market or
5	roadside stand is not considered to be a food establishment and is
6	exempt from the requirements of this title that apply to food
7	establishments if the individual home based vendor's food product
8	complies with the following:
9	(1) Is made, grown, or raised by an individual at the individual's
10	on the home based vendor's primary residence, property owned
11	by the individual, or property leased by the individual; including
12	a farm or ranch where the home based vendor resides.
13	(2) Is not a potentially hazardous food product.
14	(3) Is prepared by an individual who practices proper sanitary
15	procedures, including:
16	(A) proper hand washing;
17	(B) sanitation of the container or other packaging in which the
18	food product is contained; and
19	(C) safe storage of the food product.
20	(4) Is not resold. and
21	(5) Includes a label that contains the following information:
22	(A) The name and address of the producer of the food product.
23	home based vendor.
24	(B) The common or usual name of the food product.
25	(C) The ingredients of the food product, in descending order
26	by predominance by weight.
27	(D) The net weight and volume of the food product by
28	standard measure or numerical count.
29	(E) The date on which the food product was processed.
30	(F) The following statement in at least 10 point type: "This
31	product is home produced and processed and the production
32	area has not been inspected by the state department of health.".
33	(6) Is sold by the home based vendor whether in person or by
34	telephone or Internet.
35	(7) Is delivered by:
36	(A) the home based vendor; or
37	(B) a third party carrier;
38	to the end consumer.
39	(d) An individual vendor who meets the requirements in subsection
40	(c) is subject to food sampling and inspection if:
41	(1) the state department determines that the individual vendor's
42	food product is:



1	(A) misbranded under IC 16-42-2-3; or
2	(B) adulterated; or
3	(2) a consumer complaint has been received by the state
4	department.
5	(e) If the state department has reason to believe that an imminent
6	health hazard exists with respect to an individual vendor's food
7	product, the state department may order cessation of production and
8	sale of the food product until the state department determines that the
9	hazardous situation has been addressed.
10	(f) For purposes of this section, the state health commissioner or the
11	commissioner's authorized representatives may take samples for
12	analysis and conduct examinations and investigations through any
13	officers or employees under the state health commissioner's
14	supervision. Those officers and employees may enter, at reasonable
15	times, the facilities of an individual vendor and inspect any food
16	products in those places and all pertinent equipment, materials
17	containers, and labeling.
18	(g) The state health commissioner may develop guidelines for ar
19	individual vendor who seeks an exemption from regulation as a food
20	establishment as described in subsection (c). The guidelines may
21	include:
22	(1) standards for best safe food handling practices;
23	(2) disease control measures; and
24	(3) standards for potable water sources.
25	(h) The department shall exclude from the definition of food
26	establishment the sale of products described in subsection (i):
27	(1) by an individual vendor of a farmers market or roadside stand
28	and
29	(2) by a farmer selling directly to the end consumer on the farm
30	where the product is produced and through delivery to the end
31	consumer.
32	(i) Subsection (h) applies to the distribution of the following
33	products:
34	(1) Poultry products produced under IC 15-17-5-11. Poultry
35	products sold at a farmers market or roadside stand must be
36	frozen at the point of sale. Poultry products sold on the farm
37	where the product is produced must be refrigerated at the point of
38	sale and through delivery.
39	(2) Rabbits that are slaughtered and processed on a farm for the
40	purpose of conducting limited sales on the farm, at a farmers
41	market, and at a roadside stand. Rabbit meat sold at a farmers

market or roadside stand must be frozen at the point of sale.



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Rabbit meat sold on the farm where the product is produced must
be refrigerated at the point of sale and through delivery.
Subsection (h) does not apply to the distribution of meat from a game
animal

- (j) An individual vendor of a farmers market or roadside stand that sells eggs that meet the requirements under IC 16-42-11 is not considered to be a food establishment and is exempt from the requirements of this title that apply to a food establishment relating to the sale of eggs.
- (k) Notwithstanding any other law, a local unit of government (as defined in IC 14-22-31.5-1) may not by ordinance or resolution require any licensure, certification, or inspection of foods or food products of an individual vendor who meets the requirements in subsection (c), including an individual vendor who delivers the individual's food or food product directly to an end consumer.

SECTION 3. IC 16-42-5-29.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 29.5. (a) Before December 1, 2021, the state department, the Indiana state board of animal health, and the Indiana state department of agriculture shall, in consultation with industry groups and food safety experts, submit recommendations concerning home based vendors to the general assembly in an electronic format under IC 5-14-6.

(b) This section expires July 1, 2022.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Agriculture and Rural Development, to which was referred House Bill 1103, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Replace the effective date in SECTION 1 with "[EFFECTIVE JANUARY 1, 2022]".

Page 2, delete lines 38 through 42, begin a new paragraph and insert:

"SECTION 2. IC 16-42-5-29, AS AMENDED BY P.L.80-2016, SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2022]: Sec. 29. (a) Except as provided in subsection (h), this section applies to an individual a home based vendor. of a farmers market or roadside stand.

- (b) As used in this section, "end consumer" means a person who is the last person to purchase any food product and who does not resell the food product.
- (c) An individual A home based vendor of a farmers market or roadside stand is not considered to be a food establishment and is exempt from the requirements of this title that apply to food establishments if the individual home based vendor's food product complies with the following:
 - (1) Is made, grown, or raised by an individual at the individual's on the home based vendor's primary residence, property owned by the individual; or property leased by the individual; including a farm or ranch where the home based vendor resides.
 - (2) Is not a potentially hazardous food product.
 - (3) Is prepared by an individual who practices proper sanitary procedures, including:
 - (A) proper hand washing;
 - (B) sanitation of the container or other packaging in which the food product is contained; and
 - (C) safe storage of the food product.
 - (4) Is not resold. and
 - (5) Includes a label that contains the following information:
 - (A) The name and address of the producer of the food product. **home based vendor.**
 - (B) The common or usual name of the food product.
 - (C) The ingredients of the food product, in descending order by predominance by weight.
 - (D) The net weight and volume of the food product by



standard measure or numerical count.

- (E) The date on which the food product was processed.
- (F) The following statement in at least 10 point type: "This product is home produced and processed and the production area has not been inspected by the state department of health.".
- (6) Is sold by the home based vendor whether in person or by telephone or Internet.
- (7) Is delivered by:
 - (A) the home based vendor; or
 - (B) a third party carrier;
- to the end consumer.
- (d) An individual vendor who meets the requirements in subsection (c) is subject to food sampling and inspection if:
 - (1) the state department determines that the individual vendor's food product is:
 - (A) misbranded under IC 16-42-2-3; or
 - (B) adulterated; or
 - (2) a consumer complaint has been received by the state department.
- (e) If the state department has reason to believe that an imminent health hazard exists with respect to an individual vendor's food product, the state department may order cessation of production and sale of the food product until the state department determines that the hazardous situation has been addressed.
- (f) For purposes of this section, the state health commissioner or the commissioner's authorized representatives may take samples for analysis and conduct examinations and investigations through any officers or employees under the state health commissioner's supervision. Those officers and employees may enter, at reasonable times, the facilities of an individual vendor and inspect any food products in those places and all pertinent equipment, materials, containers, and labeling.
- (g) The state health commissioner may develop guidelines for an individual vendor who seeks an exemption from regulation as a food establishment as described in subsection (c). The guidelines may include:
 - (1) standards for best safe food handling practices;
 - (2) disease control measures; and
 - (3) standards for potable water sources.
- (h) The department shall exclude from the definition of food establishment the sale of products described in subsection (i):
 - (1) by an individual vendor of a farmers market or roadside stand;



and

- (2) by a farmer selling directly to the end consumer on the farm where the product is produced and through delivery to the end consumer.
- (i) Subsection (h) applies to the distribution of the following products:
 - (1) Poultry products produced under IC 15-17-5-11. Poultry products sold at a farmers market or roadside stand must be frozen at the point of sale. Poultry products sold on the farm where the product is produced must be refrigerated at the point of sale and through delivery.
 - (2) Rabbits that are slaughtered and processed on a farm for the purpose of conducting limited sales on the farm, at a farmers market, and at a roadside stand. Rabbit meat sold at a farmers market or roadside stand must be frozen at the point of sale. Rabbit meat sold on the farm where the product is produced must be refrigerated at the point of sale and through delivery.

Subsection (h) does not apply to the distribution of meat from a game animal.

- (j) An individual vendor of a farmers market or roadside stand that sells eggs that meet the requirements under IC 16-42-11 is not considered to be a food establishment and is exempt from the requirements of this title that apply to a food establishment relating to the sale of eggs.
- (k) Notwithstanding any other law, a local unit of government (as defined in IC 14-22-31.5-1) may not by ordinance or resolution require any licensure, certification, or inspection of foods or food products of an individual vendor who meets the requirements in subsection (c), including an individual vendor who delivers the individual's food or food product directly to an end consumer.

SECTION 3. IC 16-42-5-29.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2021]: Sec. 29.5. (a) Before December 1, 2021, the state department, the Indiana state board of animal health, and the Indiana state department of agriculture shall, in consultation with industry groups and food safety experts, submit recommendations concerning home based vendors to the general assembly in an electronic format under IC 5-14-6.

(b) This section expires July 1, 2022.".

Delete pages 3 through 6.

and when so amended that said bill do pass.



(Reference is to HB 1103 as introduced.)

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Committee Vote: yeas 11, nays 0.

