Chapter 448

## (Senate Bill 103)

AN ACT concerning

# Business Regulation - Retail Pet Stores - Modifications (No More Puppy- and Kitten-Mills Act of 2021) Domestic Animals - Retail Pet Stores and the Task Force to Study Canine Breeding Facilities and Sourcing Standards

FOR the purpose of altering the definition of "retail pet store" to include a broker that transfers dogs or cats for resale by another person for purposes of certain provisions of law regulating retail pet stores; clarifying a certain prohibition on the sale of cats or dogs by retail pet stores; repealing a certain statement of intent of the General Assembly; altering certain definitions; repealing a certain definition; establishing the Task Force to Study Canine Breeding Facilities and Sourcing Standards; providing for the composition, chair, and staffing of the Task Force; prohibiting a member of the Task Force from receiving certain compensation, but authorizing the reimbursement of certain expenses; requiring the Task Force to study and make recommendations regarding certain matters; requiring the Task Force to report its findings and recommendations to the Governor and certain committees of the General Assembly on or before a certain date; providing for the termination of certain provisions of this Act; and generally relating to retail pet stores and the Task Force to Study Canine Breeding Facilities and Sourcing Standards.

BY repealing and reenacting, with amendments,

Article – Business Regulation Section 19–701 and 19–703 Annotated Code of Maryland (2015 Replacement Volume and 2020 Supplement)

### BY repealing

Chapter 237 of the Acts of the General Assembly of 2018 Section 2

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

#### Article - Business Regulation

19–701.

- (a) In this subtitle the following words have the meanings indicated.
- (b) "Animal control unit" has the meaning stated in  $\S 10-617$  of the Criminal Law Article.

- (c) (1) "Animal welfare organization" means a nonprofit organization:
- (i) that has tax exempt status under  $\S~501(c)(3)$  of the U.S. Internal Revenue Code; and
- (ii) whose mission and practice is the rescue of animals and the placement of those animals in permanent homes.
- (2) "Animal welfare organization" does not include an organization that obtains animals from a breeder or broker in exchange for payment or compensation.
- (d) "Breeder" means a person who breeds or raises dogs **OR CATS** to sell, exchange, or otherwise transfer to the public.
- (e) "Broker" means a person who transfers dogs **OR CATS** for resale by another person.
- (f) ["Offer for sale" includes to sell, offer to transfer, offer for adoption, advertise for the sale, barter, auction, give away, or otherwise dispose of a domestic animal.
  - (g) (1) "Retail pet store" means:
- (I) a for-profit establishment [open to the public] that sells or offers for sale domestic animals to be kept as household pets; **OR** 
  - (II) A BROKER.
- (2) "RETAIL PET STORE" DOES NOT INCLUDE AN ESTABLISHMENT AT WHICH:
- (I) THE ANIMALS SOLD AT THE ESTABLISHMENT WERE BORN AT THE ESTABLISHMENT: AND
- (II) A COMPLETED SALE, TRANSFER, OR DISPOSITION OF A CAT OR DOG IS CONDUCTED IN PERSON WITH BOTH PARTIES PHYSICALLY PRESENT AT THE SAME LOCATION.

19-703.

(a) A retail pet store may not [offer for sale] **SELL** or otherwise transfer or dispose of cats or dogs.

(b) This section may not be construed to prohibit a retail pet store from collaborating with an animal welfare organization or animal control unit to offer space for these entities to showcase cats or dogs for adoption.

# Chapter 237 of the Acts of 2018

[SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that:

- (1) animal welfare organizations initiate contact with retail pet stores, as provided under § 19–703(b) of the Business Regulation Article, as enacted by Section 1 of this Act, that will no longer be able to offer for sale cats and dogs, to facilitate collaboration to showcase cats and dogs for:
- (i) adoption from an animal control unit or an animal welfare organization; or
  - (ii) purchase from local breeders; and
- (2) the Senate Finance Committee and the House Economic Matters Committee monitor the implementation of this Act.]

# SECTION 2. AND BE IT FURTHER ENACTED, That:

- (a) There is a Task Force to Study Canine Breeding Facilities and Sourcing Standards.
  - (b) The Task Force consists of the following members:
- (1) one member of the Senate of Maryland, appointed by the President of the Senate;
- (2) one member of the House of Delegates, appointed by the Speaker of the House;
  - (3) the Secretary of Agriculture, or the Secretary's designee;
  - (4) the Attorney General, or the Attorney General's designee; and
  - (5) the following members, selected by the Secretary of Agriculture:
- (i) <u>a small animal veterinarian with significant experience working</u> with canine breeders;
- (ii) an expert in canine behavior with priority given to a specialist from a State university or college;

- (iii) a representative of the American Kennel Club;
- (iv) <u>a representative of Bailing Out Benji</u>;
- (v) <u>a representative of Maryland Votes for Animals</u>;
- (vi) a representative of American Humane;
- (vii) a representative of the Humane Society of the United States;
- (viii) an attorney with a practice concentration in animal welfare law;

<u>and</u>

- (ix) an owner of a small retail pet store.
- (c) The Governor shall request that a representative from the U.S. Department of Agriculture's Animal Care program participate in the Task Force.
- (d) The President of the Senate and the Speaker of the House shall jointly designate the chair of the Task Force.
  - (e) The Department of Agriculture shall provide staff for the Task Force.
  - (f) A member of the Task Force:
    - (1) may not receive compensation as a member of the Task Force; but
- (2) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget.
- (g) (1) The Task Force shall study canine breeding facilities, including online sales of canines through breeding facilities.
- (2) In conducting the study required under paragraph (1) of this subsection, the Task Force shall:
- (i) review any achievements made in the past 20 years in combating substandard canine breeding practices;
- (ii) identify and assess current efforts being taken in the State, other states, and the federal government to address substandard canine breeding practices;
- (iii) identify nongovernmental comprehensive standards for canine breeding and tour facilities in full compliance with those standards;

- (iv) <u>determine if any gaps exist between current State, federal, and nongovernmental comprehensive standards for canine breeding;</u>
- (v) recommend actions necessary to harmonize canine breeding standards in the State with those of the U.S. Department of Agriculture; and
- (vi) recommend any legislative actions necessary to create standards for any person who sells or negotiates the sale or purchase of dogs in the State.
- (h) On or before December 1, 2021, the Task Force shall report its findings and recommendations to the Governor and, in accordance with § 2–1257 of the State Government Article, the Senate Finance Committee and the House Economic Matters Committee.

<u>SECTION 3. AND BE IT FURTHER ENACTED, That</u> this Act shall take effect July 1, 2021. <u>Section 2 of this Act shall remain effective for a period of 1 year and, at the end of June 30, 2022, Section 2 of this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.</u>

Enacted under Article II, § 17(c) of the Maryland Constitution, May 30, 2021.