COMMITTEE SUBSTITUTE FOR
HOUSE BILL NO. 2149

By: Pfeiffer

## COMMITTEE SUBSTITUTE

An Act relating to pet stores; creating the Pet Store Licensing Act; defining terms; prohibiting the sale or display of dogs in a pet store under certain circumstances; prohibiting the sale of dogs to a person of a certain age; prohibiting the sale of dogs of a certain age; requiring certification, documentation and chip implantation to sell a dog in a pet store; providing exception; authorizing the Department of Agriculture, Food, and Forestry to issue a pet store license under certain conditions; authorizing the Department to deny, revoke or suspend a license for violations; providing valid term of licenses issued; requiring fee revenue to be deposited in certain fund; requiring a license to sell or display dogs in a pet store; creating the Pet Store License Revolving Fund; providing for deposits; setting forth limitations on monies deposited in the fund; prohibiting transfer of funds; stating uses for fund; providing for administrative penalties; requiring penalty assessments to be deposited in certain fund; requiring the Department to promulgate rules; making pet shop regulation, licensing or permitting the exclusive jurisdiction of the Department; providing for codification; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.1 of Title 4, unless there is created a duplication in numbering, reads as follows:

This act shall be known and may be cited as the "Pet Store Licensing Act" and shall be administered by the State Board of Agriculture.

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.2 of Title 4, unless there is created a duplication in numbering, reads as follows:

As used in the Pet Store Licensing Act:

1. "Animal rescue for dogs" means an individual or organization that houses and maintains dogs and that is dedicated to the welfare, health, safety and protection of dogs, provided that the individual or organization does not operate for profit, does not sell dogs for a profit, does not breed dogs and does not purchase more than nine dogs in any given calendar year unless the dogs are purchased from an animal control officer of a municipality or county, a humane society or another animal rescue for dogs. The term shall include an individual or organization that offers spayed or neutered dogs for adoption and charges reasonable adoption fees to cover the costs of the individual or organization, including, but not limited to, costs related to spaying or neutering dogs;
2. "Animal shelter" shall have the same meaning as provided in Section 30.2 of Title 4 of the Oklahoma Statutes;
3. "Commercial breeder" and "commercial pet breeder" shall have the same meaning as provided in Section 30.2 of Title 4 of the Oklahoma Statutes;
4. "Commissioner" means the Commissioner of the Oklahoma Department of Agriculture, Food, and Forestry;
5. "Department" means the Oklahoma Department of Agriculture, Food, and Forestry;
6. "Dog wholesaler" means a person who buys, sells or offers to sell dogs to another at wholesale for resale or who sells or gives one or more dogs to a pet store annually. The term does not include an animal rescue for dogs, an animal shelter, a humane society, a medical kennel for dogs, a research kennel for dogs, a pet store or a veterinarian;
7. "High volume registered breeder" means an out-of-state breeder that:
a. is licensed by the United States Department of Agriculture under 7 U.S.C. Section 2133,
b. if required, is licensed by the state where the breeder is located,
c. has not been issued a report of a direct noncompliance violation by the United States Department of Agriculture under the federal Animal Welfare Act for a period of three (3) years prior to offering for sale,
delivering, bartering, auctioning, brokering, giving away, transferring or selling a dog, and
d. has not had three or more noncompliance violations documented in any report issued by the United States Department of Agriculture under the federal Animal Welfare Act for a period of twelve (12) months prior to offering for sale, delivering, bartering, auctioning, brokering, giving away, transferring or selling a dog;
8. "Medical kennel for dogs" means a facility that is maintained by a licensed veterinarian and operated primarily for the treatment of sick or injured dogs;
9. "Noncommercial breeder" shall have the same meaning as provided in Section 30.2 of Title 4 of the Oklahoma Statutes;
10. "Pet store" means an individual retail store that meets the following conditions:
a. the store sells dogs to the public, and
b. with regard to the sale of a dog from the store, the salesperson, the buyer of a dog and the dog for sale are physically present during the sales transaction so that the buyer may personally observe the dog and ensure its health prior to taking custody.

The term does not include an animal rescue for dogs, an animal shelter, a humane society, a medical kennel for dogs or a research kennel for dogs;
11. "Qualified breeder" means the following:
a. a noncommercial breeder,
b. a licensed commercial pet breeder located in this state, or
C. a high volume registered breeder;
12. "Research kennel for dogs" means a facility housing dogs that is maintained exclusively for research purposes; and
13. "Veterinarian" means either a veterinarian licensed to practice under the laws of this state or the laws of another state.

SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.3 of Title 4, unless there is created a duplication in numbering, reads as follows:
A. An owner, manager or employee of a pet store may not knowingly display, offer for sale, deliver, barter, auction, broker, give away, transfer or sell any live dog from a pet store to a person unless the dog was obtained from one of the following sources:

1. An animal rescue for dogs;
2. An animal shelter;
3. A dog wholesaler, provided that the dog wholesaler originally obtained the dog from a qualified breeder; and
4. A qualified breeder.
B. An owner, manager or employee of a pet store shall not knowingly sell, deliver, barter, auction, broker, give away or transfer any of the following:
5. A dog that is less than eight (8) weeks old;
6. A dog without a certificate of veterinarian inspection signed by a veterinarian;
7. A dog that does not have a permanent implanted identification microchip that is approved for use by the Commissioner under rules adopted by the Department;
8. A dog to a person who is younger than eighteen (18) years of age as verified by a state-issued identification or United States passport;
9. A dog acquired from a qualified breeder or a dog wholesaler, unless the owner, manager or employee provides to the person acquiring the dog, at a time prior to the transaction for the acquisition of the dog, a written certification that includes all of the following information:
a. the name of the breeder that bred the dog,
b. the address, if available, of the breeder that bred the dog,
c. if applicable, the United States Department of Agriculture license number of the breeder that bred the dog and a copy of the most current United States

| 1 | Department of Agriculture inspection report for the |
| :---: | :---: |
| 2 | breeder, |
| 3 | d. the dog's birth date, |
| 4 | e. the date that the pet store took possession of the |
| 5 | dog, |
| 6 | f. the breed, gender, color and any identifying marks of |
| 7 | the dog, |
| 8 | g. a document signed by a veterinarian that describes any |
| 9 | known disease, illness or congenital or hereditary |
| 10 | condition that adversely affects the health of the dog |
| 11 | at the time of the examination, and |
| 12 | h. a document signed by the owner, manager or employee of |
| 13 | the pet store certifying that all information required |
| 14 | to be provided to the person acquiring the dog under |
| 15 | this subsection is accurate. A pet store shall keep a |
| 16 | copy of the certification for a period of at least two |
| 17 | (2) years from the date of acquisition. The owner, |
| 18 | manager or employee of the pet store shall make the |
| 19 | copy of the certification available for inspection or |
| 20 | duplication by the Department; and |
| 21 | 6. A dog acquired from a qualified breeder or a dog wholesaler, |
| 22 | unless all of the following information regarding the dog is |
| 23 | available to the general public at the pet store: |
| 24 | a. the name of the breeder that bred the dog, |

b. the address, if available, of the breeder that bred the dog,
c. if applicable, the United States Department of Agriculture license number of the breeder that bred the dog,
d. the dog's birth date, and
e. the breed of the dog.
C. An owner, manager or employee of a pet store may not recklessly alter or provide false information on a certification provided under paragraph 5 of subsection $B$ of this section.
D. This section does not apply to any dog that is being sold, delivered, bartered, auctioned, given away, brokered or transferred from the premises where the dog was bred and raised.

SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.4 of Title 4, unless there is created a duplication in numbering, reads as follows:
A. The Oklahoma Department of Agriculture, Food, and Forestry may issue a pet store license to an owner or operator of a pet store when the owner or operator satisfies the following conditions:

1. Applies for a license in accordance with this section and rules promulgated by the Department pursuant to this act;
2. Affirms in writing that the owner or operator will comply with the applicable requirements established under this act and rules adopted by the Department; and
3. Submits with the application for a pet store a license fee set by the Department.
B. The Department may deny, suspend or revoke a license issued under this act for a violation of the provisions of this act or rules promulgated by the Department pursuant to this act. The denial, suspension or revocation of a license is not effective until the applicant or licensee is given written notice of the violation and a reasonable amount of time to correct the violation, if possible.
C. The Department may refuse to issue a license pursuant to this section if the applicant has violated subsection $A$, $B$ or $C$ of Section 3 of this act or the rules promulgated by the Department pursuant to this act during the thirty-six-month period preceding submission of an application for a license.
D. Any license issued under this section is valid for a period of one (1) year from the date of issuance. A pet store license must be renewed annually according to the rules promulgated by the Department.
E. Monies collected by the Department from each application fee submitted pursuant to this act shall be deposited in the Pet Store License Revolving Fund created in Section 5 of this act.
F. An owner, operator or manager of a pet store may not negligently display, offer for sale, deliver, barter, auction, broker, give away, transfer or sell any live dog from a pet store in
this state unless a license has been issued for the pet store by the Department in accordance with this act.

SECTION 5. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.5 of Title 4 , unless there is created a duplication in numbering, reads as follows:
A. There is hereby created in the State Treasury a revolving fund for the Oklahoma Department of Agriculture, Food, and Forestry to be designated the "Pet Store License Revolving Fund". All monies accruing to the credit of the Pet Store License Revolving Fund are hereby appropriated and may be budgeted and expended by the Department for the purposes set forth in subsection $C$ of this section. The fund shall be a continuing fund not subject to fiscal year limitations and shall consist of:

1. All monies received by the Department for licensing of pet stores pursuant to this act; and
2. Money received by the Department in the form of gifts, grants, reimbursements, administrative penalties or from any other source intended to be used for the purposes specified by or collected pursuant to the provisions of this section.
B. The monies deposited in the Pet Store License Revolving Fund shall be excluded from budget and expenditure limitations and shall at no time become part of the general budget of the Department or any other state agency. Except as provided for in this section, no monies from the Pet Store License Revolving Fund shall be
transferred for any purpose to any other state agency or any account of the Department or be used for the purpose of contracting with any other state agency or reimbursing any other state agency for any expense.
C. The Pet Store License Revolving Fund shall be utilized for defraying veterinarian costs for animals in the event of a removal of animals from a pet store and enforcing the provisions of this act. The fund may, in the discretion of the state Board of Agriculture, also be used to defray costs associated with the care of animals including, but not limited to, food and shelter.

SECTION 6. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.6 of Title 4 , unless there is created a duplication in numbering, reads as follows:
A. The Oklahoma Department of Agriculture, Food, and Forestry may assess an administrative penalty against a person that violates the provisions of this act or the rules promulgated in accordance with this act.
B. The administrative penalty may be assessed in the following amounts:

1. Up to Five Hundred Dollars (\$500.00) for a first violation;
2. Up to Two Thousand Five Hundred Dollars (\$2,500.00) for a second violation; and
3. Up to Ten Thousand Dollars $(\$ 10,000.00)$ for a third or subsequent violation.
C. Any person assessed an administrative penalty under the provisions of this section shall pay the amount prescribed to the Department.
D. The Department shall deposit all money collected under the provisions of this section in the Pet Store License Revolving Fund created in Section 5 of this act.

SECTION 7. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.7 of Title 4 , unless there is created a duplication in numbering, reads as follows:

The Oklahoma Department of Agriculture, Food, and Forestry shall promulgate rules for the implementation and administration of this act.

SECTION 8. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 33.8 of Title 4, unless there is created a duplication in numbering, reads as follows:

Notwithstanding any other provision of law, the regulation, licensing or permitting of pet stores is within the exclusive jurisdiction of the Oklahoma Department of Agriculture, Food, and Forestry as set forth in this act and any rules promulgated by the Department consistent with this act.

SECTION 9. This act shall become effective November 1, 2019.

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