

### A BILL FOR AN ACT

RELATING TO CACAO.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1  | SECTION 1. Chapter 486, Hawaii Revised Statutes, is              |
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| 2  | amended by adding a new section to be appropriately designated   |
| 3  | and to read as follows:  |
| 4  | "§486- Hawaii-grown cacao; labeling requirements. (a)            |
| 5  | In addition to all other labeling requirements, no identity      |
| 6  | statement used for labeling or advertising cacao, chocolate,     |
| 7  | cacao butter, or other product produced in whole or in part from |
| 8  | cacao, shall contain the phrase "Hawaii-grown cacao", or similar |
| 9  | language, except:  |
| 10 | (1) For any product that contains cacao ingredients made         |
| 11 | from Hawaii-grown cacao and no other cacao or                    |
| 12 | chocolate flavoring; and   |
| 13 | (2) For any product containing any cacao ingredients of a        |
| 14 | blend of Hawaii-grown cacao and cacao not grown in               |
| 15 | Hawaii or other natural or artificial cacao flavoring,           |
| 16 | the per cent cacao by weight of the Hawaii-grown cacao           |
| 17 | used in the blend, followed by the geographic origin             |

| 1  | of the weight-specified cacao and the term "Cacao                |
|----|--|
| 2  | Blend".  |
| 3  | Each word or character in the identity statement shall be of the |
| 4  | same type size and shall be contiguous. The smallest letter or   |
| 5  | character of the identity statement on packages of sixteen       |
| 6  | ounces or less net weight shall be at least one and one-half     |
| 7  | times the type size required under federal law for the statement |
| 8  | of net weight or three-sixteenths of an inch in height,          |
| 9  | whichever is smaller. The smallest letter or character of the    |
| 10 | identity statement on packages of greater than sixteen ounces    |
| 11 | net weight shall be at least one and one-half times the type     |
| 12 | size required under federal law for the statement of net weight. |
| 13 | The identity statement shall be conspicuously displayed without  |
| 14 | any intervening material in a position above the statement of    |
| 15 | net weight. Upper and lower case letters may be used             |
| 16 | interchangeably in the identity statement.                       |
| 17 | (b) A listing of the geographic origins of the various           |
| 18 | Hawaii-grown cacao and the regional origins of the various cacao |
| 19 | not grown in Hawaii that are included in a blend may be shown or |
| 20 | the label. If used, this list shall consist of the term          |
| 21 | "Contains:", followed by, in descending order of per cent by     |
| 22 | weight and separated by commas, the respective geographic origin |
|    |  |

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| 1  | or regions | al origin of the various cacaos in the blend that the   |
|----|------------|---|
| 2  | manufactu  | rer chooses to list. Each geographic origin or          |
| 3  | regional ( | origin may be preceded by the per cent of cacao by      |
| 4  | weight re  | presented by that geographic origin or regional origin, |
| 5  | expressed  | as a number followed by the per cent sign. The type     |
| 6  | size used  | for this list shall not exceed half that of the         |
| 7  | identity   | statement. This list shall appear below the identity    |
| 8  | statement  | , if included on the front panel of the label.          |
| 9  | <u>(c)</u> | It shall be a violation of this section to:             |
| 10 | (1)        | Use the identity statement specified in subsection (a)  |
| 11 |            | or similar terms in labeling or advertising unless the  |
| 12 |            | product contains cacao from that one geographic         |
| 13 |            | origin;   |
| 14 | (2)        | Use a geographic origin in labeling or advertising,     |
| 15 |            | if the product contains less than ten per cent cacao    |
| 16 |            | by weight from that geographic origin;                  |
| 17 | (3)        | Use a geographic origin in advertising a product        |
| 18 |            | without disclosing the percentage of cacao used from    |
| 19 |            | that geographic origin as described in subsection (a);  |
| 20 | (4)        | Misrepresent, on a label or in advertising of a         |
| 21 |            | product, the per cent cacao by weight from a            |
| 22 |            | geographic origin;                                      |

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| 1  | <u>(5)</u> | Use the term "All Hawaiian" on a label or in           |
|----|------------|--|
| 2  |            | advertising of a cacao if the cacao is not produced    |
| 3  |            | entirely from cacao produced in geographic origins     |
| 4  |            | defined in this chapter;                               |
| 5  | <u>(6)</u> | Use a geographic origin on the front label panel of a  |
| 6  |            | cacao product other than in the trademark or in the    |
| 7  |            | identity statement as authorized in subsection (a)     |
| 8  |            | unless one hundred per cent of the cacao contained in  |
| 9  | •          | the product is from that geographic origin;            |
| 10 | <u>(7)</u> | Use more than one trademark on a package of a product  |
| 11 |            | unless one hundred per cent of the cacao contained in  |
| 12 |            | the product is from that geographic origin specified   |
| 13 |            | by the trademark;                                      |
| 14 | (8)        | Use a trademark that begins with the name of a         |
| 15 |            | geographic origin on a product unless one hundred per  |
| 16 |            | cent of the cacao contained in the product comes from  |
| 17 |            | that geographic origin or the trademark ends with      |
| 18 |            | words that indicate a business entity; or              |
| 19 | (9)        | Print the identity statement required by subsection    |
| 20 |            | (a) in a smaller font than that used for a trademark   |
| 21 |            | that includes the name of a geographic origin pursuant |

| 1  | to paragraph (5) and in a location other than the                |
|----|--|
| 2  | front label panel of a cacao product.                            |
| 3  | (d) Manufacturers and other persons who package cacao            |
| 4  | products covered by this section shall maintain, for a period of |
| 5  | two years, records on the volume and geographic origin or        |
| 6  | regional origin of cacao purchased and sold and any other        |
| 7  | records required by the department for the purpose of enforcing  |
| 8  | this section. Authorized employees of the department shall have  |
| 9  | access to these records during normal business hours.            |
| 10 | (e) For the purpose of this section:                             |
| 11 | "Geographic origin" means the geographic regions in which        |
| 12 | Hawaii-grown cacao are produced; provided that the term          |
| 13 | "Hawaiian" may be substituted for the geographic origin          |
| 14 | "Hawaii".  |
| 15 | "Per cent cacao by weight" means the percentage calculated       |
| 16 | by dividing the weight in pounds of cacao of one geographic or   |
| 17 | regional origin used in a production run of the product, by the  |
| 18 | total weight in pounds of the cacao used in that production run  |
| 19 | of the product, multiplying the quotient by one hundred."        |
| 20 | SECTION 2. New statutory material is underscored.                |

SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY:

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JAN 23 2013

#### Report Title:

Cacao; Labeling Requirements

#### Description:

Specifies labeling requirements for products containing Hawaii-grown cacao.

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