A BILL FOR AN ACT

RELATING TO VALUE-ADDED PRODUCTION.

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

1 SECTION 1. The legislature finds that local food 2 production is integral to the State's economic development and 3 food security. The legislature recognizes that what the 4 department of health calls "homemade food" is what most states 5 define as "cottage food". Cottage food, or homemade food that 6 is sold directly to consumers, is a small but growing industry, 7 and is preferred among many consumers who are mindful of 8 responsible sourcing and healthy eating options and those who want to support the local communities and individuals producing 9 10 the foods they consume.

11 The legislature further finds that there is great interest 12 in small-scale homemade food operations in the State, but the 13 existing regulatory framework creates several challenges for 14 entrepreneurs, including those in rural areas who do not have 15 access to commercial or certified kitchens or those who no 16 longer have access to commercial or certified kitchens. In 17 fact, Hawaii is one of only a few remaining states that does not

S.B. NO. ²¹⁰⁶ S.D. 2

provide certain exemptions from its department of health
 regulations for homemade food products. The legislature further
 recognizes that expanding access to local homemade food products
 should require the same food safety training and certification
 as those required of other food establishments in the State.

6 The legislature further believes that allowing homemade food operations to sell homemade food products in the State 7 8 under certain conditions would grow small businesses; foster innovation and economic growth; offer locally made alternatives 9 10 to imported brands; create local employment opportunities; keep more money within the local economy; and increase tax revenues 11 12 to support the growing needs of the State, including ongoing wildfire relief efforts. Notably, the legislature also believes 13 14 that implementing exemptions for small-scale homemade food 15 operations will provide a valuable opportunity for local 16 entrepreneurs to bring their homemade food products to market 17 and can serve as an essential lifeline for producers impacted by the recent August 2023 Maui wildfire. 18

19 Accordingly, the purpose of this Act is to establish the20 Access to Local Value-Added Products Act and allow homemade food

2024-1862 SB2106 SD2 SMA-1.docx

operations to sell homemade food products, under certain 1 2 conditions. SECTION 2. Chapter 328, Hawaii Revised Statutes, is 3 amended by adding a new part to be appropriately designated and 4 to read as follows: 5 . ACCESS TO LOCAL VALUE-ADDED PRODUCTS ACT: HOMEMADE 6 "PART FOOD OPERATIONS 7 8 §328-A Definitions. For purposes of this part, the 9 following definitions shall apply: "Delivered" means to be transferred from a homemade food 10 operator to a consumer, either immediately upon sale or at a 11 12 time thereafter. "Department" means the department of health. 13 "Farm kitchen" means a kitchen that is designed for private 14 15 use, is located in a building on a farm and not in a private home, and complies with all applicable building and zoning laws. 16 "Home kitchen" means a kitchen designed and intended for 17 18 . use by the residents of a private home. A home kitchen may 19 contain one or more stoves, ovens, and other pieces of equipment designed for residential use as allowed by county building 20 ordinances. A home kitchen may also contain one or more pieces 21

2024-1862 SB2106 SD2 SMA-1.docx

S.B. NO. ²¹⁰⁶ S.D. 2

of equipment designed for commercial use if allowed by county
 building ordinances.

3 "Homemade food operation" means an enterprise that is
4 operated by a homemade food operator and produces homemade food
5 products only in the home kitchen of the homemade food
6 operator's private home or in a farm kitchen pursuant to this
7 part.

8 "Homemade food operator" means a person who operates a
9 homemade food operation in the person's private home kitchen or
10 farm kitchen and who is the owner of the homemade food
11 operation.

12 "Homemade food product" means a food product prepared for 13 sale in the private home kitchen or farm kitchen of a homemade 14 food operation.

15 "Potentially hazardous homemade food product" means a food 16 product that requires time or temperature control for safety to 17 limit pathogenic microorganism growth or toxin formation.

18 "Prepared" means a homemade food product that has been
19 acidified, baked, cooked, cut, dehydrated, dried, fermented,
20 grown, mixed, pickled, preserved, raised, or otherwise
21 processed.





1	"Private home" means a dwelling, including an apartment or		
2	other leased space where individuals reside, that complies with		
3	all applicable county ordinances if used in the production of		
4	homemade food products.		
5	"Seller" means a person or entity, other than a homemade		
6	food operator, who sells a non-potentially hazardous homemade		
7	food product to a consumer.		
8	§328-B Requirements for homemade food operations; rules.		
9	(a) A homemade food operation shall register with the		
10	department pursuant to section 328-C.		
11	(b) A homemade food operation shall submit for each		
12	homemade food operator proof of a valid:		
13	(1) Food handlers education certificate issued by the		
14	department or other food handler training certificate		
15	program accredited by the American National Standards		
16	Institute; and		
17	(2) Food safety manager certificate issued by a program		
18	accredited by the American National Standards		
19	Institute.		
20	(c) A homemade food operation that sells products that are		
21	prepared by using the preservation methods of.		

21 prepared by using the preservation methods of:



Page 5

S.B. NO. ²¹⁰⁶ S.D. 2

1 Freeze drying; (1) Jelly, jam, preserve, and conserve making; 2 (2) 3 Acidifying and pasteurizing low-acid products; (3) 4 (4) Pasteurized pickling; 5 (5) Pasteurized fermenting; or 6 (6) Dehydrating; shall submit proof of a valid certificate from Hawaii Master 7 8 Food Preservers, Inc. or a comparable department-approved 9 certificate for each homemade food operator in addition to the 10 requirements of subsection (b). (d) In lieu of a valid certificate from Hawaii Master Food 11 12 Preservers, Inc. or a comparable department-approved 13 certificate, a homemade food operation that sells products using 14 the preservation methods under subsection (c) shall submit a 15 food sample of the product to be sold to consumers to a 16 department-approved laboratory or food testing facility to have 17 the food tested and the recipe approved for appropriate pH (degree of acidity or alkalinity) and water values for food 18 19 safety. A homemade food operation that sells a product made 20 through the use of preservation methods that does not have proof

2024-1862 SB2106 SD2 SMA-1.docx

Page 7

S.B. NO. $^{2106}_{S.D.2}$

1	of a vali	d cer.	tificate from Hawaii Master Food Preservers, Inc.
2	or a comp	arabl	e department-approved certificate shall:
3	(1)	Only	sell products made from recipes that have been
4		appr	oved by:
5		(A)	The department pursuant to this subsection;
6		(B)	Organizations and institutions such as the
7			National Center for Home Food Preservation;
8			Hawaii Master Food Preservers, Inc.; or
9			universities with participating master food
10			preservers; or
11		(C)	Additional organizations and institutions
12			approved by the department that approve recipes
13			for appropriate pH and water values for food
14			safety; and
15	(2)	Main	tain proof that the recipe for the product being
16		sold	comes from an approved source.
17	(e)	A ho	memade food product that is prepared by using the
18	preservat	ion m	ethods in subsection (c) shall be classified as a
19	non-poter	tiall	y hazardous homemade food product by the
20	departmen	it; pr	ovided that the requirements of subsections (c) or
21	(d) are m	net.	

S.B. NO. $^{2106}_{S.D.2}$

1	(f)	The department shall post the requirements for
2	homemade	food operations pursuant to this part on its website.
3	(g)	The department may adopt rules on food safety
4	training,	food testing, and registration requirements pursuant
5	to chapte	r 91 to carry out the purposes of this part.
6	§328	-C Homemade food operations; requirements;
7	registrat	ion; fee. (a) A homemade food operation shall not
8	engage in	business unless the homemade food operation has
9	registere	d with the department and has been issued a certificate
10	of regist:	ration pursuant to this section.
11	(b)	Each homemade food operation shall:
12	(1)	Specify in its registration application:
13		(A) The names of each of its homemade food operators;
14		(B) Its hours of operations; and
15		(C) Information about the home or farm kitchen used
16		by the homemade food operation and its food
17		production as prescribed by rules adopted by the
18		department pursuant to section 328-B on a form
19		furnished by the department;
20	(2)	Submit proof of applicable certificates pursuant to
21		section 328-B; and

2024-1862 SB2106 SD2 SMA-1.docx

(3) Agree to allow the department to enter and inspect at
 the hours specified under paragraph (1)(B) its home or
 farm kitchen to conduct an inspection pursuant to
 section 328-E.

5 (c) An application fee in the amount of \$25 shall be
6 collected by the department with each registration application
7 under this section.

8 (d) The department shall issue a certificate of
9 registration to a homemade food operation that meets the
10 requirements of this section.

(e) The homemade food operation's certificate of registration shall authorize the homemade food operation to engage in direct and remote sale of its homemade food products at multiple locations, including by telephone or the Internet.

(f) Any food permit issued to a homemade food operation before July 1, 2024, shall remain in full force and effect until the department issues the homemade food operation a certificate of registration pursuant to this section.

19 §328-D Homemade food products; labeling requirements. (a)
20 Any homemade food product produced by a homemade food operation
21 shall be labeled as a homemade food product. The label shall be



S.B. NO. $^{2106}_{S.D. 2}$

1	displayed	in a conspicuous place pursuant to subsection (b), and	
2	shall con	tain, in clearly displayed and legible type, the	
3	following:		
4	(1)	The words "Made in a Home or Farm Kitchen not	
5		routinely inspected by the Department of Health";	
6	(2)	Common name of the product or other descriptive name;	
7	(3)	Allergen identification information as specified under	
8		section 403 of the Federal Food, Drug, and Cosmetic	
9		Act, title 21 United States Code section 343;	
10	(4)	Ingredients listed in descending order of	
11		predominance; and	
12	(5)	Name and contact information of the homemade food	
13		operator.	
14	The	seller of any homemade food product shall have the	
15	informati	on required by this section readily available upon	
16	request b	y a consumer.	
17	(b)	The information required by subsection (a) shall be	
18	provided:		
19	(1)	On a label affixed to the package if the homemade food	
20		product is packaged;	

Page 11

S.B. NO. $^{2106}_{S.D. 2}$

1	(2)	On a label affixed to the container if the homemade
2		food product is offered for sale from a bulk
3		container;
4	(3)	On a placard displayed at the point of sale if the
5		homemade food product is neither packaged nor offered
6		for sale from a bulk container; or
7	(4)	On a webpage on which the homemade food product is
8		offered for sale if the homemade food product is
9		offered for sale on the Internet.
10	§328	-E Homemade food operations; investigation. Nothing
11	in this p	art shall be construed to limit the department in any
12	investiga	tion of a reported foodborne illness.
13	§328	-F Homemade food operations; consultation. Nothing in
14	this part	shall preclude an agency from providing assistance,
15	consultat	ion, or inspection at the request of a homemade food
16	operator	or homemade food operation.
17	§328	-G Homemade food operations; construction. This part
18	shall not	be construed to:
19	(1)	Preclude the production or sale of food products
20		otherwise permitted by law;

S.B. NO. $^{2106}_{S.D. 2}$

1	(2)	Preclude the sale of live animals or portions of live
2		animals before slaughter for future delivery;
3	(3)	Change the regulation of other goods and services
4		where homemade food products are also prepared,
5		produced, or sold;
6	(4)	Exempt producers or sellers of homemade food products
7		from any applicable tax laws;
8	(5)	Exempt producers or sellers of homemade food products
9		from any applicable fishing or hunting laws;
10	(6)	Exempt homemade food operations, homemade food
11		operators, sellers, or homemade food products from any
12		applicable federal law, including any federal law
13		prohibiting the sale of certain food products in
14		interstate commerce; or
15	(7)	Exempt homemade food operators or sellers of homemade
16		food products or homemade food products from any
17		applicable law of another state.
18	§328-	-H Limitation of liability. The State and counties
19	shall not	be liable for claims associated with homemade food
20	products o	distributed, delivered, or sold by homemade food
21	operation	s, homemade food operators, or sellers, except for

2024-1862 SB2106 SD2 SMA-1.docx

instances of gross negligence and intentional misconduct by the
 State or counties.

3 §328-I Preemption. This part shall preempt county and
4 other political jurisdictions or administrative rules
5 prohibiting and regulating the production and sale of homemade
6 food products unless authorized by this part."

SECTION 3. This Act does not affect rights and duties that
matured, penalties that were incurred, and proceedings that were
begun before its effective date.

SECTION 4. In codifying the new sections added by section 2 of this Act, the revisor of statutes shall substitute appropriate section numbers for the letters used in designating the new sections in this Act.

14 SECTION 5. This Act shall take effect on July 1, 2040.



S.B. NO. $^{2106}_{S.D.2}$

Report Title:

DOH; Economic Development; Access to Local Value-Added Products Act; Homemade Food Operations; Registration; Rules

Description:

Establishes the Access to Local Value-Added Products Act to allow homemade food operations to sell homemade food products, under certain conditions, upon registering with the Department of Health. Takes effect 7/1/2040. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

