# Second Regular Session Seventy-second General Assembly STATE OF COLORADO

### REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 20-0604.01 Jery Payne x2157

**HOUSE BILL 20-1343** 

#### **HOUSE SPONSORSHIP**

Roberts, Kipp, Mullica, Singer, Valdez D., Young

#### SENATE SPONSORSHIP

Donovan, Ginal, Winter

**House Committees** 

Rural Affairs & Agriculture

**Senate Committees** 

Finance

## A BILL FOR AN ACT

101 CONCERNING CONFINEMENT STANDARDS FOR EGG-LAYING HENS 102 WHOSE EGGS ARE SOLD.

### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill requires a farm owner or operator to house chicken, turkey, duck, goose, or guinea fowl hens (hens) in accordance with the standards established in the bill. And the bill prohibits, on and after January 1, 2022, a business owner or operator from selling shell eggs or egg products that are produced by egg-laying hens that were confined in a manner that conflicts with these standards. In connection with this

SENATE
3rd Reading Unamended

SENATE 2nd Reading Unamended June 9, 2020

> HOUSE 3rd Reading Unamended June 3, 2020

HOUSE Amended 2nd Reading June 1, 2020

## prohibition, the bill:

- ! Requires, by January 1, 2022, hens to be confined in an enclosure with at least one square foot of usable floor space per hen;
- ! Requires, by January 1, 2024, hens to be confined in a cage-free housing system with at least:
  - ! One square foot of usable floor space per hen if the hens have unfettered access to vertical space; or
  - ! One and one-half square feet of usable floor space per hen if the hens do not have unfettered access to vertical space;
- ! Deems a sale to have occurred at the location where the buyer takes physical possession of the shell egg or egg product;
- ! Allows a business to rely upon written certification that the shell egg or egg product did not come from hens that were confined in a manner that conflicts with the bill;
- ! Authorizes the commissioner of agriculture to impose a civil penalty up to \$1,000 per violation;
- ! Makes the commissioner responsible for promulgating rules to implement and enforce the bill; and
- ! Authorizes the commissioner to use a government or private inspection process.

The bill requires shell eggs and egg products to be annually certified as in compliance. Certification requires an inspection.

The following are exempt from the bill's requirements:

- ! Medical research:
- ! Veterinary purposes;
- ! Transportation;
- ! A state or county fair exhibition, a 4-H program, and similar exhibitions;
- ! Slaughter;
- ! Temporary periods for animal husbandry;
- ! A farm with 3,000 or fewer egg-laying hens; or
- ! A business owner or operator selling fewer than 25 cases of shell eggs per week.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 **SECTION 1.** In Colorado Revised Statutes, **add** part 2 to article
- 3 21 of title 35 as follows:
- 4 PART 2

-2- 1343

1	CONFINEMENT OF EGG-LAYING HENS
2	<b>35-21-201.</b> Legislative declaration. IN ACCORDANCE WITH THE
3	GENERAL ASSEMBLY'S AUTHORITY TO PROTECT THE HEALTH AND WELFARE
4	OF CONSUMERS, PROMOTE FOOD SAFETY, AND ADVANCE ANIMAL WELFARE,
5	THE GENERAL ASSEMBLY FINDS AND DECLARES THAT THE REGULATION OF
6	EGG PRODUCTION ON FARMS AND OF THE SALE OF EGGS AND EGG
7	PRODUCTS WILL FURTHER THESE GOALS.
8	<b>35-21-202. Definitions.</b> AS USED IN THIS PART 2, UNLESS THE
9	CONTEXT OTHERWISE REQUIRES:
10	(1) "BUSINESS OWNER OR OPERATOR" MEANS ANY PERSON WHO
11	OWNS OR CONTROLS THE OPERATIONS OF A BUSINESS.
12	(2) (a) "CAGE-FREE HOUSING SYSTEM" MEANS AN INDOOR OR
13	OUTDOOR CONTROLLED ENVIRONMENT FOR EGG-LAYING HENS TO WHICH
14	ALL OF THE FOLLOWING APPLY:
15	(I) FOR AN INDOOR ENVIRONMENT, THE EGG-LAYING HENS ARE
16	FREE TO ROAM UNRESTRICTED EXCEPT BY THE FOLLOWING:
17	(A) EXTERIOR WALLS; AND
18	(B) Interior fencing used to contain the entire egg-laying
19	HEN FLOCK WITHIN THE BUILDING OR SUBDIVIDE FLOCKS INTO SMALLER
20	GROUPS IF FARM EMPLOYEES CAN WALK THROUGH EACH CONTAINED OR
21	SUBDIVIDED AREA TO PROVIDE CARE TO EGG-LAYING HENS AND IF EACH
22	EGG-LAYING HEN HAS THE MINIMUM AMOUNT OF USABLE FLOOR SPACE
23	DESCRIBED IN SECTION 35-21-203 (1)(b)(II);
24	(II) EGG-LAYING HENS ARE PROVIDED ENRICHMENTS THAT ALLOW
25	THEM TO EXHIBIT NATURAL BEHAVIORS, INCLUDING, AT A MINIMUM,
26	SCRATCH AREAS, PERCHES, NEST BOXES, AND DUST BATHING AREAS; AND
27	(III) FARM EMPLOYEES CAN PROVIDE CARE WHILE STANDING

-3- 1343

1	WITHIN THE EGG-LAYING HENS' USABLE FLOOR SPACE.
2	(b) "Cage-free housing system" includes multi-tiered
3	AVIARIES, PARTIALLY SLATTED SYSTEMS, AND SINGLE-LEVEL ALL-LITTER
4	FLOOR SYSTEMS.
5	(c) "CAGE-FREE HOUSING SYSTEM" DOES NOT INCLUDE SYSTEMS
6	COMMONLY DESCRIBED AS BATTERY CAGES, COLONY CAGES, ENRICHED
7	CAGES, ENRICHED COLONY CAGES, MODIFIED CAGES, CONVERTIBLE CAGES,
8	FURNISHED CAGES, OR SIMILAR CAGE SYSTEMS.
9	(3) "COMMISSIONER" MEANS THE COMMISSIONER OF
10	AGRICULTURE.
11	(4) "EGG-LAYING HEN" MEANS A FEMALE DOMESTICATED
12	CHICKEN, TURKEY, DUCK, GOOSE, OR GUINEA FOWL KEPT FOR THE PURPOSE
13	OF COMMERCIAL EGG PRODUCTION.
14	(5) (a) "EGG PRODUCT" MEANS AN EGG OF AN EGG-LAYING HEN
15	THAT IS SEPARATED FROM THE SHELL AND INTENDED FOR HUMAN FOOD,
16	WHETHER IN LIQUID, SOLID, DRIED, OR FROZEN FORM, WHETHER RAW OR
17	COOKED, AND WITH:
18	(I) THE EGG YOLK AND EGG WHITE IN THEIR NATURAL
19	PROPORTIONS; OR
20	(II) THE EGG YOLK AND EGG WHITE SEPARATED, MIXED, OR MIXED
21	AND STRAINED.
22	(b) "EGG PRODUCT" DOES NOT INCLUDE COMBINATION FOOD
23	PRODUCTS, INCLUDING PANCAKE MIXES, CAKE MIXES, COOKIES, PIZZAS,
24	COOKIE DOUGH, OR ICE CREAM, THAT INCLUDE EGG AS ONE OF MULTIPLE
25	INGREDIENTS IN THE PRODUCT; EXCEPT THAT MERELY ADDING SUGAR,
26	SALT, WATER, SEASONING, COLORING, FLAVORING, PRESERVATIVES,
27	STABILIZERS, OR SIMILAR FOOD ADDITIVES DOES NOT MAKE AN EGG

-4- 1343

1	PRODUCT A COMBINATION FOOD PRODUCT.
2	(6) "ENCLOSURE" MEANS A STRUCTURE USED TO CONFINE AN
3	EGG-LAYING HEN.
4	(7) (a) "FARM" MEANS THE LAND, BUILDING, SUPPORT FACILITIES,
5	AND OTHER EQUIPMENT THAT ARE WHOLLY OR PARTIALLY USED FOR THE
6	COMMERCIAL PRODUCTION OF ANIMALS OR ANIMAL PRODUCTS USED FOR
7	FOOD.
8	(b) "FARM" DOES NOT INCLUDE LIVE ANIMAL MARKETS OR
9	OFFICIAL PLANTS WHERE MANDATORY INSPECTION IS MAINTAINED UNDER
10	THE FEDERAL "EGG PRODUCTS INSPECTION ACT", 21 U.S.C. SEC. 1031 ET
11	SEQ., AS AMENDED.
12	(8) "FARM OWNER OR OPERATOR" MEANS A PERSON THAT OWNS A
13	FARM OR CONTROLS THE OPERATIONS OF A FARM.
14	(9) "Multi-tiered aviary" means a cage-free housing
15	SYSTEM WHERE EGG-LAYING HENS HAVE UNFETTERED ACCESS TO
16	MULTIPLE ELEVATED PLATFORMS THAT PROVIDE THE EGG-LAYING HENS
17	WITH USABLE FLOOR SPACE BOTH ON TOP OF AND UNDERNEATH THE
18	PLATFORMS.
19	(10) "PARTIALLY SLATTED SYSTEM" MEANS A CAGE-FREE HOUSING
20	SYSTEM WHERE EGG-LAYING HENS HAVE UNFETTERED ACCESS TO
21	ELEVATED FLAT PLATFORMS UNDER WHICH MANURE DROPS THROUGH THE
22	FLOORING TO A PIT OR LITTER REMOVAL BELT BELOW THE PLATFORM.
23	(11) "SALE" MEANS A COMMERCIAL SALE BY A BUSINESS THAT
24	SELLS ANY ITEM COVERED BY THIS PART 2. "SALE" DOES NOT INCLUDE ANY
25	SALE UNDERTAKEN AT AN OFFICIAL PLANT WHERE MANDATORY
26	INSPECTION IS MAINTAINED UNDER THE FEDERAL "EGG PRODUCTS
27	INSPECTION ACT", 21 U.S.C. SEC. 1031 ET SEQ., AS AMENDED.

-5- 1343

1	(12) "SHELL EGG" MEANS A WHOLE EGG OF AN EGG-LAYING HEN
2	IN ITS SHELL FORM, INTENDED FOR USE AS HUMAN FOOD.
3	(13) "SINGLE-LEVEL ALL-LITTER FLOOR SYSTEM" MEANS A
4	CAGE-FREE HOUSING SYSTEM BEDDED WITH LITTER WHERE EGG-LAYING
5	HENS HAVE LIMITED OR NO ACCESS TO ELEVATED FLAT PLATFORMS.
6	(14) (a) "USABLE FLOOR SPACE":
7	(I) MEANS THE TOTAL SQUARE FOOTAGE OF FLOOR SPACE
8	PROVIDED TO EACH EGG-LAYING HEN, AS CALCULATED BY DIVIDING THE
9	TOTAL SQUARE FOOTAGE OF FLOOR SPACE PROVIDED TO EGG-LAYING HENS
10	IN AN ENCLOSURE BY THE NUMBER OF EGG-LAYING HENS IN THAT
11	ENCLOSURE; AND
12	(II) INCLUDES BOTH GROUND SPACE AND ELEVATED LEVEL OR
13	NEARLY LEVEL FLAT PLATFORMS UPON WHICH EGG-LAYING HENS CAN
14	ROOST.
15	(b) "USABLE FLOOR SPACE" DOES NOT INCLUDE PERCHES OR
16	RAMPS.
17	<b>35-21-203.</b> Enclosure requirements - repeal. (1) (a) (I) ON AND
18	AFTER JANUARY 1, 2023, A FARM OWNER OR OPERATOR SHALL NOT
19	KNOWINGLY CONFINE AN EGG-LAYING HEN IN AN ENCLOSURE WITH LESS
20	THAN ONE SQUARE FOOT OF USABLE FLOOR SPACE PER EGG-LAYING HEN.
21	(II) This subsection (1)(a) is repealed, effective January 1,
22	2025.
23	(b) On and after January 1, 2025, a farm owner or
24	OPERATOR SHALL NOT KNOWINGLY CONFINE AN EGG-LAYING HEN IN AN
25	ENCLOSURE:
26	(I) THAT IS NOT A CAGE-FREE HOUSING SYSTEM; OR
27	(II) THAT HAS LESS THAN:

-6- 1343

1	(A) ONE SQUARE FOOT OF USABLE FLOOR SPACE PER EGG-LAYING
2	HEN IN A CAGE-FREE HOUSING SYSTEM THAT PROVIDES EGG-LAYING HENS
3	WITH UNFETTERED ACCESS TO VERTICAL SPACE, SUCH AS A MULTI-TIERED
4	AVIARY OR A PARTIALLY SLATTED SYSTEM; OR
5	(B) ONE AND ONE-HALF SQUARE FEET OF USABLE FLOOR SPACE PER
6	EGG-LAYING HEN IN A CAGE-FREE HOUSING SYSTEM THAT DOES NOT
7	PROVIDE EGG-LAYING HENS WITH UNFETTERED ACCESS TO VERTICAL
8	SPACE, SUCH AS A SINGLE-LEVEL ALL-LITTER FLOOR SYSTEM.
9	(2) (a) A BUSINESS OWNER OR OPERATOR SHALL NOT KNOWINGLY
10	SELL OR TRANSPORT FOR SALE IN THE STATE A SHELL EGG OR EGG
11	PRODUCT THAT THE BUSINESS OWNER OR OPERATOR KNOWS OR SHOULD
12	KNOW WAS PRODUCED BY AN EGG-LAYING HEN THAT WAS CONFINED IN A
13	MANNER THAT CONFLICTS WITH THE STANDARDS REQUIRED IN SUBSECTION
14	(1) OF THIS SECTION.
15	(b) (I) This subsection (2) takes effect January 1, 2023.
16	(II) This subsection (2)(b) is repealed, effective January 1,
17	2025.
18	(3) FOR THE PURPOSES OF THIS PART 2, A SALE IS DEEMED TO
19	OCCUR AT THE LOCATION WHERE THE BUYER TAKES PHYSICAL POSSESSION
20	OF THE ITEM.
21	<b>35-21-204.</b> Exceptions. (1) SECTION 35-21-203 (1) DOES NOT
22	APPLY DURING:
23	(a) Medical research;
24	(b) Examination, testing, individual treatment, or
25	OPERATION FOR VETERINARY PURPOSES, BUT ONLY IF PERFORMED BY OR
26	UNDER THE DIRECT SUPERVISION OF A VETERINARIAN LICENSED IN
27	ACCORDANCE WITH ARTICLE 315 OF TITLE 12;

-7- 1343

1	(c) TRANSPORTATION;
2	(d) A STATE OR COUNTY FAIR EXHIBITION, A 4-H PROGRAM, AND
3	SIMILAR EXHIBITIONS;
4	(e) SLAUGHTER, IF DONE IN ACCORDANCE WITH AN APPLICABLE
5	LAW; OR
6	(f) TEMPORARY PERIODS FOR ANIMAL HUSBANDRY PURPOSES FOR
7	NO MORE THAN SIX HOURS IN ANY TWENTY-FOUR-HOUR PERIOD AND NO
8	MORE THAN TWENTY-FOUR HOURS TOTAL IN ANY THIRTY-DAY PERIOD.
9	(2) THIS PART 2 DOES NOT APPLY TO:
10	(a) THE PRODUCTION IN THE STATE, SALE IN THE STATE, OR
11	TRANSPORT FOR SALE IN THE STATE OF SHELL EGGS BY A FARM OWNER OR
12	OPERATOR WITH ANNUAL SHELL EGG PRODUCTION FROM THREE THOUSAND
13	OR FEWER EGG-LAYING HENS IF ALL SHELL EGGS SOLD IN THE STATE OR
14	TRANSPORTED FOR SALE IN THE STATE BY THE FARM OWNER OR OPERATOR
15	ARE DERIVED FROM THREE THOUSAND OR FEWER EGG-LAYING HENS; OR
16	(b) THE SALE OF OR TRANSPORT FOR SALE OF SHELL EGGS IN THE
17	STATE BY A BUSINESS OWNER OR OPERATOR AT ONE OR MORE BUSINESS
18	LOCATIONS IN THE STATE IF ALL OF THE FOLLOWING CONDITIONS ARE MET:
19	(I) EACH BUSINESS LOCATION OWNED BY OR OPERATED BY THE
20	BUSINESS OWNER OR OPERATOR SELLS FEWER THAN TWENTY-FIVE CASES
21	OF THIRTY DOZEN SHELL EGGS PER WEEK;
22	(II) ALL BUSINESS LOCATIONS OWNED BY OR OPERATED BY THE
23	BUSINESS OWNER OR OPERATOR COLLECTIVELY SELL FEWER THAN ONE
24	HUNDRED CASES OF THIRTY DOZEN SHELL EGGS PER WEEK; AND
25	(III) THE BUSINESS OWNER OR OPERATOR IS NOT A FARM OWNER
26	OR OPERATOR.
27	<b>35-21-205. Defense.</b> It is a defense in a proceeding to

-8-

1	ENFORCE THIS PART 2 THAT A BUSINESS OWNER OR OPERATOR RELIED IN
2	GOOD FAITH UPON A WRITTEN CERTIFICATION BY THE SUPPLIER THAT THE
3	SHELL EGG OR EGG PRODUCT WAS NOT DERIVED FROM AN EGG-LAYING HEN
4	THAT WAS CONFINED IN A MANNER THAT CONFLICTS WITH THE STANDARDS
5	IN SECTION 35-21-203 (1).
6	<b>35-21-206. Penalty.</b> (1) If a farm owner or operator or
7	BUSINESS OWNER OR OPERATOR VIOLATES THIS PART 2, THE
8	COMMISSIONER MAY IMPOSE A CIVIL PENALTY NOT TO EXCEED ONE
9	THOUSAND DOLLARS PER VIOLATION.
10	(2) IF THE COMMISSIONER IS UNABLE TO COLLECT A CIVIL PENALTY
11	OR IF A FARM OWNER OR OPERATOR OR BUSINESS OWNER OR OPERATOR
12	FAILS TO PAY ANY PORTION OF A CIVIL PENALTY IMPOSED UNDER THIS
13	SECTION, THE COMMISSIONER MAY RECOVER THE AMOUNT OF THE
14	PENALTY, PLUS COSTS AND ATTORNEY FEES, BY AN ACTION IN A COURT.
15	(3) THE COMMISSIONER SHALL NOT IMPOSE A CIVIL PENALTY
16	UNLESS THE PERSON CHARGED IS GIVEN NOTICE AND OPPORTUNITY FOR A
17	HEARING IN ACCORDANCE WITH ARTICLE 4 OF TITLE 24.
18	<b>35-21-207.</b> Enforcement - rules. (1) The commissioner shall
19	ENFORCE THIS PART 2. A FARM OWNER OR OPERATOR OR A BUSINESS
20	OWNER OR OPERATOR SHALL ALLOW THE COMMISSIONER OR THE
21	COMMISSIONER'S DESIGNEE ACCESS DURING REGULAR BUSINESS HOURS TO
22	THE FARM OR BUSINESS, VEHICLES, AND RECORDS PERTINENT TO
23	ACTIVITIES REGULATED IN THIS PART 2.
24	(2) THE COMMISSIONER SHALL PROMULGATE RULES GOVERNING
25	THE ENFORCEMENT OF THIS PART 2, INCLUDING RULES GOVERNING THE
26	INSPECTION OF FARMS, SHELL EGGS, AND EGG PRODUCTS, TO ENSURE
27	SHELL EGGS AND EGG PRODUCTS SOLD IN COLORADO ARE PRODUCED IN

-9- 1343

1	COMPLIANCE WITH THIS PART 2.
2	(3) THE COMMISSIONER MAY USE A GOVERNMENT OR PRIVATE
3	INSPECTION OR PROCESS VERIFICATION PROVIDER TO ENSURE COMPLIANCE
4	WITH THIS PART 2. TO RELY ON A GOVERNMENT OR PRIVATE INSPECTION
5	OR PROCESS VERIFICATION PROVIDER, THE COMMISSIONER MUST APPROVE
6	THE SPECIFIC INSPECTION OR PROCESS VERIFICATION PROVIDER AS
7	COMPETENT TO ENSURE COMPLIANCE WITH THIS PART 2 DURING BOTH
8	PRODUCTION AND HANDLING OF SHELL EGGS AND EGG PRODUCTS.
9	<b>35-21-208.</b> Certification - repeal. (1) (a) TO SELL SHELL EGGS
10	AND EGG PRODUCTS, TO OFFER TO SELL SHELL EGGS OR EGG PRODUCTS, OR
11	TO TRANSPORT SHELL EGGS OR EGG PRODUCTS FOR SALE WITHIN THE
12	STATE:
13	(I) A FARM OWNER OR OPERATOR MUST OBTAIN A CERTIFICATE
14	THAT THE SHELL EGGS OR EGG PRODUCTS ARE PRODUCED IN COMPLIANCE
15	WITH THIS PART 2 FROM THE COMMISSIONER;
16	(II) A BUSINESS OWNER OR OPERATOR MUST OBTAIN A COPY OF
17	THE CERTIFICATE ISSUED UNDER SUBSECTION (1)(a)(I) OF THIS SECTION
18	FROM A FARM OWNER OR OPERATOR THAT THE SHELL EGGS OR EGG
19	PRODUCTS COMPLY WITH THIS PART 2. THE BUSINESS OWNER OR
20	OPERATOR SHALL RETAIN THE COPY AND PROVIDE THE COPY TO THE
21	COMMISSIONER UPON REQUEST.
22	(b) THE COMMISSIONER SHALL CERTIFY SHELL EGGS AND EGG
23	PRODUCTS AS COMPLIANT WITH THIS PART 2 IF:
24	(I) THE ENCLOSURES FOR THE EGG-LAYING HENS ARE INSPECTED
25	IN ACCORDANCE WITH THE RULES PROMULGATED UNDER SECTION
26	35-21-207 (2); OR
27	(II) THE COMMISSIONER DETERMINES THE SHELL EGGS AND EGG

-10-

2	ENCLOSURES FOR THE EGG-LAYING HENS HAVE UNDERGONE GOVERNMENT
3	OR PRIVATE INSPECTION AND PROCESS VERIFICATION SERVICES DESCRIBED
4	IN SECTION 35-21-207 (3).
5	(2) THE CERTIFICATION ISSUED UNDER THIS SECTION EXPIRES AT
6	THE END OF THE CALENDAR YEAR.
7	(3) (a) This section applies to the sale of, an offer to sell,
8	OR THE TRANSPORTATION OF SHELL EGGS AND EGG PRODUCTS FOR SALE
9	WITHIN THE STATE OCCURRING ON OR AFTER JANUARY 1, $2023$ .
10	(b) This subsection (3) is repealed, effective January 1,
11	2025.
12	<b>35-21-209.</b> Effects on other animal welfare laws. This Part 2
13	DOES NOT LIMIT OR REPLACE ANY OTHER STATE STATUTE OR RULE THAT
14	PROTECTS THE WELFARE OF ANIMALS. THIS PART 2 DOES NOT PREEMPT A
15	LOCAL GOVERNING BODY FROM ADOPTING AND ENFORCING ITS OWN
16	ANIMAL WELFARE ORDINANCE, RULE, RESOLUTION, OR CHARTER
17	PROVISION THAT IS MORE STRINGENT THAN THIS PART 2.
18	SECTION 2. In Colorado Revised Statutes, 35-1-106, amend
19	(1)(p)(I) as follows:
20	<b>35-1-106. Powers and duties of commission.</b> (1) In addition to
21	all other powers and duties conferred upon the commission by this article
22	1, the commission has the following specific powers and duties:
23	(p) (I) In consultation with interested industry groups, to fix,
24	assess, and collect fees in amounts sufficient to recover the department's
25	direct and indirect costs incurred in carrying out and enforcing the
26	provisions of articles 12, 13, 14, <del>21,</del> 33, 36, 37, and 60 of this title 35,
27	PART 1 OF ARTICLE 21 OF THIS TITLE 35, and part 2 of article 43 of this title

PRODUCTS ARE ACCOMPANIED WITH DOCUMENTATION PROVING THE

1

-11- 1343

1	35.
2	SECTION 3. In Colorado Revised Statutes, 35-21-101, amend
3	the introductory portion as follows:
4	<b>35-21-101. Definitions.</b> As used in this article PART 1, unless the
5	context otherwise requires:
6	SECTION 4. In Colorado Revised Statutes, 35-21-104, amend
7	(4)(j) as follows:
8	<b>35-21-104.</b> Licenses - application - fees - rules. (4) (j) For the
9	fiscal year commencing on July 1, 2007, and for each subsequent fiscal
10	year, the agricultural commission shall establish a fee schedule to cover
11	all of the direct and indirect costs of administering and enforcing the
12	provisions of this article THIS PART 1.
13	SECTION 5. In Colorado Revised Statutes, 35-21-105, amend
14	(1) and (2)(a) as follows:
15	<b>35-21-105.</b> Exemption. (1) Except as provided in subsection (2)
16	of this section, a person who produces and sells, only on the premises at
17	which the eggs were produced, at a farmers' market, or through a
18	community-supported agricultural organization, less than two hundred
19	fifty dozen eggs per month is exempt from this article PART 1; except that
20	such a producer may apply for a dealer's license and, upon compliance
21	with this article PART 1, be issued a dealer's license.
22	(2) A person transporting eggs for sale at a farmers' market or
23	similar venue under subsection (1) of this section shall:
24	(a) Comply with the transport requirements of section 35-21-103
25	(3) and any rules, including rules requiring refrigeration, promulgated
26	under this article PART 1 regarding the safe transport and washing of eggs
27	and

-12- 1343

1	SECTION 6. In Colorado Revised Statutes, 35-21-106, amend
2	(1) as follows:
3	35-21-106. Rules - commissioner to enforce - procedure.
4	(1) The commissioner is authorized to formulate rules relating to
5	licensing, transporting, processing, labeling, sale, storage, inspection, and
6	record keeping as the commissioner may deem proper and necessary for
7	the furtherance and enforcement of this article. Such PART 1. THE rules
8	shall be promulgated in accordance with article 4 of title 24. C.R.S.
9	<b>SECTION 7.</b> In Colorado Revised Statutes, <b>amend</b> 35-21-107 as
10	follows:
11	35-21-107. Penalty. (1) Any person who violates any of the
12	provisions of this article PART 1 is guilty of a misdemeanor. It is the duty
13	of the commissioner to notify the district attorney of the judicial district
14	in which a violation occurs, and the district attorney of said district shall
15	conduct such proceedings as may be necessary with the cooperation of the
16	commissioner. Upon conviction in any court of competent jurisdiction,
17	any person in violation of any of the provisions of this article THIS PART
18	1 shall be punished by a fine of not more than five hundred dollars. Each
19	calendar day on which such a violation occurs shall constitute a separate
20	violation. Fines and penalties imposed under this article PART 1 shall be
21	collected and remitted as provided by law.
22	(2) After proper hearing as provided in article 4 of title 24, <del>C.R.S.,</del>
23	the commissioner may deny an application for licensure, place a licensee
24	on probation, or restrict, suspend, revoke, or refuse to renew the license
25	of a person who violates any of the provisions of this article THIS PART 1
26	or any rule adopted under this article. Such PART 1. THE restriction,
27	revocation, or suspension of or refusal to renew a license may be in

-13- 1343

1	addition to, or in lieu of, any penalties or fines imposed in subsection (1)
2	of this section.
3	SECTION 8. In Colorado Revised Statutes, 35-21-107.5, amend
4	(1)(a) as follows:
5	35-21-107.5. Civil penalties. (1) (a) The commissioner may
6	impose a civil penalty on any person who violates any provision of this
7	article THIS PART 1 or any rule adopted under this article. Such PART 1.
8	THE penalty shall MUST not exceed seven hundred fifty dollars per day per
9	violation.
10	SECTION 9. Act subject to petition - effective date. This act
11	takes effect at 12:01 a.m. on the day following the expiration of the
12	ninety-day period after final adjournment of the general assembly (August
13	5, 2020, if adjournment sine die is on May 6, 2020); except that, if a
14	referendum petition is filed pursuant to section 1 (3) of article V of the
15	state constitution against this act or an item, section, or part of this act
16	within such period, then the act, item, section, or part will not take effect
17	unless approved by the people at the general election to be held in
18	November 2020 and, in such case, will take effect on the date of the
19	official declaration of the vote thereon by the governor.

-14- 1343