HOUSE OF REPRESENTATIVES TWENTY-NINTH LEGISLATURE, 2018 STATE OF HAWAII H.B. NO. 1899

#### A BILL FOR AN ACT

RELATING TO HEALTH.

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

1 SECTION 1. The legislature finds that seafood mislabeling is a major issue worldwide. Studies by Oceana, a leading ocean 2 3 conservation foundation, have found that twenty-eight to thirty-4 three per cent of seafood sold in the United States is 5 mislabeled at the point of retail sale. Oceana reports that up to eighty-four per cent of fish labeled "white tuna" sold in the 6 7 United States between 2010 and 2012 were actually escolar, a 8 species that can cause serious digestive issues for some 9 individuals who eat more than a few ounces.

10 The legislature finds that the practice of mislabeling 11 seafood permits sale of threatened fish species under the labels 12 of more sustainable alternatives, sale of cheaper fish under the 13 labels of more expensive species, and sale of fish that can 14 cause illness under the label of safer fish.

15 The legislature further finds that over one thousand seven 16 hundred different species of seafood are available for purchase 17 in the United States. It is unrealistic to expect consumers to



individually and precisely determine what they are purchasing
 without accurate labeling. Consequentially, mislabeling
 prevents consumers from making informed purchasing decisions and
 threatens individual and public health.

5 This Act shall be known and may be cited as "Mizutani's 6 Law".

7 The purpose of this Act is to permit the director of health 8 to effectively enforce safe seafood consumption by establishing 9 administrative fines for misbranding of fish and authorizing the 10 director to prohibit the sale within the State of fish that pose 11 a credible health concern to consumers.

SECTION 2. Chapter 328, Hawaii Revised Statutes, is amended by adding three new sections to be appropriately designated and to read as follows:

15 "§328-A Illness caused by the misbranding of fish or fish
16 products; administrative penalties. (a) The director may
17 impose administrative fines upon any person whose misbranding of
18 fish or fish products in violation of section 328-6 results in
19 the illness of a consumer of the product; provided that the
20 illness has been certified by a physician licensed under chapter



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1	453. Any	person who violates this section may be fined no more
2	than:	
3	(1)	<pre>\$ for a first violation;</pre>
4	(2)	<pre>\$ for a second violation; and</pre>
5	(3)	\$ for a third or subsequent violation.
6	Any fines	collected under this section shall be deposited into
7	the fish	misbranding special fund established by section 328-B.
8	<u>(b)</u>	The penalties under this section are in addition to
9	any other	penalties provided by law.
10	<u>§328</u>	-B Fish misbranding special fund. (a) There is
11	establish	ed the fish misbranding special fund to be administered
12	by the de	partment and into which shall be deposited:
13	(1)	Legislative appropriations to the special fund;
14	(2)	All moneys received by the department from fines
15		imposed under section 328-A;
16	(3)	All interest earned or accrued on moneys deposited in
17		the special fund; and
18	(4)	Any other moneys made available to the special fund.
19	<u>(b)</u>	Moneys in the special fund shall be expended to cover
20	the costs	associated with carrying out the purpose of section
21	<u>328-A.</u>	



1	§328-C Credible health concern; sale prohibited. (a) The				
2	director may adopt rules in accordance with chapter 91 to				
. 3	prohibit the sale of species of fish or fish products deemed to				
4	present a credible health concern. The sale, delivery for sale,				
5	holding for sale, or offering for sale of any fish or fish				
6	product prohibited pursuant to this section shall be a violation				
7	of section 328-6.				
8	(b) Rules adopted by the director shall include rules for:				
9	(1) Determining whether a species or product presents a				
10	credible health concern;				
11	(2) Identification and inspection of suspected violations;				
12	(3) Administrative enforcement procedures; and				
13	(4) Penalties, including fines, for violations."				
14	SECTION 3. Section 328-6, Hawaii Revised Statutes, is				
15	amended to read as follows:				
16	"§328-6 Prohibited acts. The following acts and the				
17	causing thereof within the State by any person are prohibited:				
18	(1) The manufacture, sale, delivery, holding, or offering				
19	for sale of any food, drug, device, or cosmetic that				
20	is adulterated or misbranded;				



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1	(2)	The adulteration or misbranding of any food, drug,
2		device, or cosmetic;
3	(3)	The receipt in commerce of any food, drug, device, or
4		cosmetic that is adulterated or misbranded, and the
5		delivery or proffered delivery thereof for pay or
6		otherwise;
7	(4)	The sale, delivery for sale, holding for sale, or
8		offering for sale of any article in violation of
9		section 328-11, 328-12, [ <del>or</del> ] 328-17[ <del>;</del> ], or 328-C;
10	(5)	The dissemination of any false advertisement;
11	(6)	The refusal to permit entry or inspection, or to
12		permit the taking of a sample, as authorized by
13		sections 328-22 and 328-23 to 328-27, or to permit
14		access to or copying of any record as authorized by
15		section 328-23;
16	(7)	The giving of a guaranty or undertaking which guaranty
17		or undertaking is false, except by a person who relied
18		on a guaranty or undertaking to the same effect signed
19		by, and containing the name and address of the person
20		residing in the State from whom the person received in
21		good faith the food, drug, device, or cosmetic;



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1	(8)	The removal or disposal of a detained or embargoed
2		article in violation of sections 328-25 to 328-27;
3	(9)	The alteration, mutilation, destruction, obliteration,
4		or removal of the whole or any part of the labeling
5		of, or the doing of any other act with respect to a
6		food, drug, device, or cosmetic, if the act is done
7		while the article is held for sale and results in the
8		article being adulterated or misbranded;
9	(10)	Forging, counterfeiting, simulating, or falsely
10		representing, or without proper authority using any
11		mark, stamp, tag, label, or other identification
12		device authorized or required by rules adopted under
13		this part or regulations adopted under the Federal
14		Act;
15	(11)	The use, on the labeling of any drug or in any
16		advertisement relating to the drug, of any
17		representation or suggestion that an application with
18		respect to the drug is effective under section 328-17,
19		or that the drug complies with that section;
20	(12)	The use by any person to the person's own advantage,
21		or revealing other than to the department of health or



to the courts when relevant in any judicial proceeding 1 under this part, any information acquired under 2 3 authority of section 328-11, 328-12, 328-17, or 328-4 23, concerning any method or process which as a trade 5 secret is entitled to protection; 6 (13)In the case of a prescription drug distributed or 7 offered for sale in this State, the failure of the manufacturer, packer, or distributor thereof to 8 9 maintain for transmittal, or to transmit, to any 10 practitioner who makes written request for information 11 as to the drug, true and correct copies of all printed 12 matter which is required to be included in any package 13 in which that drug is distributed or sold, or such 14 other printed matter as is approved under the Federal 15 Act. Nothing in this paragraph shall be construed to 16 exempt any person from any labeling requirement 17 imposed by or under other provisions of this part; (14) (A) Placing or causing to be placed upon any drug or 18 device or container thereof, with intent to 19 defraud, the trade name or other identifying 20



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1		mark, or imprint of another or any likeness of
2		any of the foregoing; or
3	(B)	Selling, dispensing, disposing of, or causing to
4		be sold, dispensed, or disposed of, or concealing
5		or keeping in possession, control, or custody,
6		with intent to sell, dispense, or dispose of, any
7		drug, device, or any container thereof, with
8		knowledge that the trade name or other
9		identifying mark or imprint of another or any
10		likeness of any of the foregoing has been placed
11		thereon in a manner prohibited by subparagraph
12		(A); or
13	(C)	Making, selling, disposing of, or causing to be
14		made, sold, or disposed of, or keeping in
15		possession, control, or custody, or concealing,
16		with intent to defraud, any punch, die, plate, or
17		other thing designed to print, imprint, or
18		reproduce that trade name or other identifying
19		mark or imprint of another or any likeness of any
20		of the foregoing upon any drug, device, or
21		container thereof;



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1 Except as provided in part VI and section 461-1, (15)2 dispensing or causing to be dispensed a different drug 3 or brand of drug in place of the drug or brand of drug 4 ordered or prescribed without express permission in 5 each case of the person ordering or prescribing; 6 (16)The distribution in commerce of a consumer commodity 7 as defined in this part, if such commodity is 8 contained in a package, or if there is affixed to that 9 commodity a label, which does not conform to this part 10 and of rules adopted under authority of this part; 11 provided that this prohibition shall not apply to 12 persons engaged in business as wholesale or retail 13 distributors of consumer commodities except to the 14 extent that such persons: 15 Are engaged in the packaging or labeling of such (A) 16 commodities; or 17 Prescribe or specify by any means the manner in (B) which such commodities are packaged or labeled; 18 19 The selling or dispensing in restaurants, soda (17)fountains, drive-ins, lunch wagons, or similar public 20 21 eating establishments of imitation milk and imitation



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1 milk products in place of fresh milk and fresh milk 2 products respectively; of liquid or dry products which 3 simulate cream but do not comply with content 4 requirements for cream in place of cream; of non-dairy 5 frozen desserts which do not comply with content 6 requirements for dairy frozen desserts in place of 7 dairy frozen desserts; and of any other imitation food 8 or one made in semblance of a genuine food in place of 9 such genuine food, unless the consumer is notified by 10 either proper labeling or conspicuous posted signs or conspicuous notices on menu cards and advertisements 11 12 informing of such substitution, to include but not 13 limited to the substitution of imitation milk in milk 14 shake and malted milk drinks; 15 Wilfully and falsely representing or using any (18)devices, substances, methods, or treatment as 16 17 effective in the diagnosis, cure, mitigation, treatment, or alleviation of cancer. This paragraph 18 19 shall not apply to any person who depends exclusively

upon prayer for healing in accordance with teachings

of a bona fide religious sect, denomination, or

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1 organization, nor to a person who practices such 2 teachings; The selling or offering for sale at any food facility 3 (19)4 which serves or sells over the counter directly to the 5 consumer an unlabeled or unpackaged food that is a 6 confectionery which contains alcohol in excess of one-7 half of one per cent by weight unless the consumer is notified of that fact by either proper labeling or 8 9 conspicuous posted signs or conspicuous notices on 10 menu cards and advertisements; or The sale to a person below the age of twenty-one years 11 (20) 12 of any food which is a confectionery which contains 13 alcohol in excess of one-half of one per cent by 14 weight." 15 SECTION 4. This Act does not affect rights and duties that matured, penalties that were incurred, and proceedings that were 16 17 begun before its effective date.

18 SECTION 5. In codifying the new sections added by section 19 2 of this Act, the revisor of statutes shall substitute 20 appropriate section numbers for the letters used in designating 21 the new sections in this Act.



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SECTION 6. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.

3 SECTION 7. This Act shall take effect upon its approval.

INTRODUCED BY: alva JAN 1 8 2018

Report Title:

Fish Labeling; Fines; Special Fund; Prohibition; Public Health

#### Description:

Establishes penalties for the misbranding of fish or fish products that results in consumer illness. Creates the Fish Misbranding Special Fund. Authorizes the Director of Health to prohibit the sale of fish or fish products deemed to be a credible health concern.

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