Approved 3/8/84 great Servi

MINUTES OF THE SENATE	COMMITTEE ON <u>AGRICULTURE AND SMALL BUSINESS</u>	
The meeting was called to order by	Senator Fred Kerr Chairperson	at
10:00 a.m. % a.m. Tuesda	ay, March 27, 1984 , 19_ in room 423-S of	the Capitol.
All members were present except:	Senator Ross Doyen (E) Senator Richard Gannon (E) Senator Ed Reilly (E)	
Committee staff present:	Raney Gilliland, Research Department Jim Wilson, Revisor's office	

Conferees appearing before the committee: None

Senator Karr moved the March 22 and March 23, 1984 minutes be approved, seconded by Senator Allen. Motion carried.

HOUSE BILL 2831 - Senator Kerr called attention to the balloon draft of this bill (Attachment 1), and he reviewed page-by-page the changes and suggested amendments. He particularly called attention to the two amendments on page 5 as suggested by the Attorney General's office inquiring if anyone in the room had a problem with the addition of item (d) between lines 171 and 172. Representative Buehlar and Tom Williams, of Guaranteed Foods, indicated this would be satisfactory to them, if deemed necessary. Jeff Southard of the Attorney General's office, stated they have had cases where this language would be beneficial. Since the language in lines 178-193 is repetitive of the language in the Kansas Consumer Act, deletion was suggested in the balloon draft, and page 6 contains some clarifying additions.

After further discussion, Senator Allen moved the amendments as contained in the balloon draft be adopted, seconded by Senator Montgomery. Motion carried. Senator Montgomery moved House Bill 2831 be recommended favorably as amended, seconded by Senator Norvell. Motion carried.

HOUSE BILL 3056 - Senator Kerr called on Revisor Wilson to explain the implications of this bill. He stated the brand inspectors have statutory authority to arrest but not to carry guns, which is essential for law enforcement powers. Revisor Wilson stated he feels it should be clarified as to the amount of training required for the special investigators under this bill, whether 40 hours or the entire 400 hours. Raney Gilliland pointed out KSA 31-157 authorizes the State Fire Marshal to promulgate rules and regulations outlining the law enforcement training requirements of arson investigators. It is specified 77 hours of law enforcement training, plus the firearms training of 40 hours is required under rules and regulations for arson investigators. Dr. Gurss stated he did not feel the 400 hours training would be necessary but he could go along with the requirements of the arson investigators.

After further discussion, <u>Senator Karr moved to amend the bill to include the special investigators be required to obtain training equivalent to that required of arson investigators, seconded by <u>Senator Arasmith</u>. <u>Motion carried</u>.</u>

Senator Karr moved House Bill 3056 be reported favorably as amended, seconded by Senator Thiessen. Motion carried.

Senator Kerr stated there would be a meeting Wednesday, March 28, to consider SCR 1665, and committee discussion of other possible interim study topics.

The meeting was adjourned.

## SENATE

## AGRICULTURE AND SMALL BUSINESS COMMITTEE

10:00 a.m., Room 423-S

Tuesday, Mar. 27, 1984

Date

NAME

ADDRESS

ORGANIZATION

20 June	TORE/N.	annel Health
& Kenneth M. Wilke	Topeka	Bolof ag
Jany D. Wester	11	//
Frances Kastree	<u> </u>	Ko Food Dealers
Hom Willeam	Lenga	Juan teed Fords
Julie Stewark	Lenixa	Guaranteed Foods
OBUD GRAND	TOOKKA	/KCCI
Jedd Southard	ee /	Atty General
New Chang	Regleton	KAWG.
Don Henry	Topoka	AP
Bernie Hanson	Alma	KM PA
Trafe Buckler	Talke	Leg.
alma Grase Seaby	Salvella	
I'm Scoly	Salutha	
M. Haure	Conellar	Sapris/- Lucual
Mary Poutola	Torcka	K Co-op Council
Jam ( & Sannell	Hutchway	KGFDA
Mik Bean	Tomelia	KLA
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PROPOSED AMENDMENTS

(For consideration by Senate Committee

3-27-84

Agriculture and Small Business)

0018

0019

0020

## As Amended by House Committee

Session of 1984

## HOUSE BILL No. 2831

By Representative Buehler

2-2

AN ACT relating to meat; food; concerning the advertising and selling thereof; prohibiting certain practices in connection with certain sales; placing certain duties upon the baord of agriculture and the secretary of agriculture providing civil and criminal penalties for violations.

state thereof

Be it enacted by the Legislature of the State of Kansas:

Section 1. As used in this act: 0022

- (a) "Buyer" means both actual and prospective purchasers 0023 but does not include persons purchasing for resale.
- (b) "Carcass" means any carcass of cattle, sheep, swine, do-0025 mestic rabbits or goats. 0026
- (c) "Food plan" means any plan under which a person pur-0027 chases a food freezer or other refrigerated food storage unit and receives food at no cost or at reduced prices at the time of purchase or at a later date or dates offering meat, poultry or seafood for sale or the offering of such product in combination with each other or with any other food or non-food product or service for a single price.
- (d) "Misrepresent" means use any untrue, misleading or 0034 deceptive oral or written statement, advertisement, label, display, picture, illustration or sample.
- (e) "Person" means individual, partnership, firm, corpora-0037 tion, association or other entity.
- (f) "Represent" means use any form of oral or written state-0039 ment, advertisement, label, display, picture, illustration or sam-0041 ple.
- (g) "Seller" means any person soliciting or making a sale and 3043 includes the person's principal or any other person for whom the 0011 sale is procured, individual or business entity, corporation,

league, franchise, franchisee, franchisor or any authorized repouter resentative or agent thereof who offers meat, poultry, seafood, or
combinations of such items, for retail purchase to the public.

Sec. 2. No person shall advertise for sale, solicit, offer to sell
outer or sell meats or frozen foods intended for storage in locker boxes,
home freezers or freezer units by newspapers, handbills, placards, radio, television or other medium unless the advertising is
truthful and accurate. Such advertising shall not be misleading or
outer of the public of

Sec. 3. No person advertising, offering for sale or selling all one or part of a carcass or food plan shall engage in any misleading or other deceptive practices, including, but not limited to, any one or more of the following:

0054 pound or piece or in any other manner.

- (a) Bait Selling. (1) Disparaging or degrading any product advertised or offered for sale by the seller, displaying any product or depiction of a product to any buyer in order to induce the purchase of another product or representing that a product is for sale when the representation is used primarily to sell another product.
- 0065 (2) Substituting any product for that ordered by the buyer 0066 without the buyer's written consent.
- 0067 (3) Failing to have available a sufficient quantity of the 0068 product represented as being for sale to meet reasonable antici-0069 pated demands, unless the available amount is disclosed fully 0070 and conspicuously.
- (b) Price Representation. (1) Using any price list related to 0072 the seller's food plun which contains prices other than the 0073 seller's current billing prices or advertisement subject to 0074 changes without notice unless so stated, and which contains 0075 prices other than the seller's current billing prices, unless 0076 changes are subject to consumer's advance acceptance or rejection at or before the time of order or delivery.
- 0078 (2) Misrepresenting the amount of money that the buyer will 0079 save on purchases of any products which are not of the same 0080 grade or quality.
  - (3) Failing to disclose fully and conspicuously in advertise-

Nothing in this subsection (a)(1) shall be construed to prohibit the enhancement of sales of any product by the use of giveaways.

0089

ment and invoice in at least ten-point type any charge for cutting, wrapping, freezing, delivery or other services. 0083

- (4) Representing the price of any product to be offered for 0084 sale in units larger than one pound in terms other than price per single pound. Nothing in paragraph (4) of this subsection (b) shall be construed to prevent the price of such units from also being represented by individual serving for by fluid measure
- (c) Product Representation. (1) Misrepresenting the cut, grade, brand or trade name, or weight or measure of any product. 0090
- (2) Using the abbreviation "U.S." in describing a product not 0091 graded by the United States department of agriculture, except that a product may be described as "U.S. Inspected" when true. 0093
- (3) Referring to a quality grade other than the United States 0094 department of agriculture quality grade, unless the grade name is preceded by the seller's name in type at least as large and conspicuous as the grade name.
- (4) Misrepresenting a product through the use of any term 0098 similar to a government grade. 0099
- (5) Failing to disclose in uniform ten-point type, when a 0101 yield grade is advertised, a definition of the yield grade in the 0102 following terms:
- Yield Grade 1 Extra lean 0103
- Yield Grade 2 Lean 0104
- Yield Grade 3 Average waste 0105
- Yield Grade 4 Wasty 0106
- Yield Grade 5 Exceptionally wasty 0107
- (6) Comparing quality to a United States department of agri-0108 culture yield grade, unless it is fully and conspicuously disclosed that the quality is not a U.S.D.A. yield grade but only an opinion.
- (7) Advertising or offering for sale any combinations of parts 0111 of eareasses with one unit price, except when the advertisement or offer for sale pertains to combinations consisting only of 0114 poultry or poultry products carcasses, sides or primal cuts as 0115 such, while including disproportionate numbers or amounts of 0116 less expensive components of those cuts, or offering them in 0117 tandem with less expensive components from other carcasses, 0118 sides or primal cut parts.

or by other meaningful description

0119 (8) Failing to disclose fully and conspicuously the correct 0120 government grade for any product if the product is represented 0121 as having been graded.

(9) Failing to disclose fully and conspicuously that the yield of consumable meat from any carcass or part of a carcass will be less than the weight of the carcass or part of the carcass. The seller shall, for each carcass or part of carcass advertised, use separately and distinctly, in at least ten-point type, the following

127 disclosure: "Sold hanging weight subject to cutting loss."

0128 (10) Misrepresenting the amount or proportion of retail cuts 0129 that a carcass or part of carcass will yield.

0130 (11) Failing to disclose fully and conspicuously whether a
0131 quarter of a carcass is the front or hind quarter, and quarters,
0132 sides or halves must consist of only anatomically natural propor0133 tions of cuts from front or hind quarters.

(12) Representing any part of a carcass as a "half" or "side" 0134 unless it consists exclusively of a front and hind quarter. Both quarters must be from the same side of the same animal unless the seller discloses fully and conspicuously that they are from different sides or different animals, as the case may be. Any section advertised and offered for sale either as an individual unit or as an inclusion with the purchase of a quarter, side or half 0141 must be described and called by its commonly known name. 0142 Each quarter shall be of the same grade or quality as the other 0143 quarter comprising the half or side and the seller shall advise the 0144 buyer of the weight of each quarter prior to sale. In selling 0145 quarters individually or as part of a half or side, if actual weights are not known or cannot be determined prior to sale, approximate weights may be used if: (A) The buyer is informed that the weights are approximate; (B) the weights are so identified on any purchase order or contract the advertised weight ranges do not cover a spread of more than 10%; and the seller agrees with the buyer, in writing, to make a cash refund or grant a credit on delivery for the difference between actual weight and the approximate weight on which the sale was made.

0154 (13) Using the words "bundle," "sample order," [split side] 0155 or words of similar import to describe a quantity of meat or

gross normal trim

or may be

(C) the difference between advertised and sale weights does not exceed 5%;

(D)

0156 poultry unless the seller itemizes each cut and the weight of each of out which the buyer will receive.

0158 (14) Advertising or offering a free, bonus or extra product or 0159 service combined with or conditioned on the purchase of any 0160 other product or service unless the additional product or service 0161 is accurately described, including, whenever applicable, grade, 0162 net weight or measure, type and brand or trade name. The words 0163 "free," "bonus" or other words of similar import shall not be 0164 used in any advertisement unless the advertisement clearly and 0165 conspicuously sets forth the total price or amount which must be 0166 paid purchased to entitle the buyer to the additional product or 0167 service.

0168 (15) Misrepresenting the breed, origin or diet of slaughtered 0169 animals or parts of slaughtered animals offered for sale. Sellers 0170 making claims as to breed, origin or diet shall have written 0171 records available to substantiate the claims.

O172 Sec. 4. (a) Any person who violates any provision of this act 0173 is guilty of a class C misdemeanor for the first conviction, a class 0174 B misdemeanor for the second conviction and a class A mis-0175 demeanor for a third or subsequent conviction.

(b) In addition to or instead of the criminal penalties pro-0176 vided by subsection (a), a person who violates any provision of this act shall be liable to the aggrieved buyer, or the state or a county as provided in this subsection, for the payment of a civil penalty, recoverable in an individual action, including an action brought by the attorney general or county or district attorney, in a sum set by the court at not more than \$2,000 for each violation. An aggrieved buyer is not a required party in actions brought by the attorney general or a county or district attorney pursuant to this subsection. In administering and pursuing actions under this subsection, the attorney general or the county or districtattorney is authorized to sue for and collect reasonable expenses and investigation fees as determined by the court. Civil penalties sued for and recovered by the attorney general shall be paid into-0190 the general fund of the state. Civil penalties sued for and re-0191 covered by the county or district attorney shall be paid into the 0192 general fund of the county where the proceedings were institype of

(Amendments in lines 171 to 193 and in line 212 are proposed by the Attorney General.)

(d) Requiring the purchase of a food freezer or other food storage refrigeration unit from the seller or any specified supplies as a prerequisite to, or a necessary part of, any food plan.

subject to proceedings under the Kansas consumer protection act

0216 after its publication in the statute book.

0193 [gated.] (c) An individual who violates any provision of this act while acting in the name of or on behalf of any person is liable to the same extent as if the individual were acting in the individual's 0197 own name or own behalf. state Sec. 5. (a) The board of agriculture and the secretary of 0198 agriculture shall provide, in conjunction with and in addition to the state board of the inspection program established under K.S.A. 65-6a30 and amendments thereto, for inspection of places of business of 0202 sellers who are subject to this act. state' (b) Personnel of the department board of agriculture desig-0203 0204 nated by the secretary of agriculture shall have access to those the state board of places of business during regular business hours for the purpose of inspecting carcasses or parts of carcasses sold by the seller and observing the sales practices of the seller to determine whether 0208 there is compliance with the provisions of this act. (c) The secretary of agriculture, or personnel designated by the state board of 0209 0210 the secretary, shall report any suspected violations of this act to 0211 the county or district attorney of the county where the alleged 0212 violation occurred, and to the attorney general Sec. 6. The remedies provided in this act are in addition to 0213 0214 and not in substitution for any other remedies provided by law. Sec. 67. This act shall take effect and be in force from and 0215