# **Fiscal Note**

# State of Alaska 2022 Legislative Session

Bill Version: SB 242

Fiscal Note Number:

(S) Publish Date: 4/8/2022

Identifier: 0521-3-DEC-EH-04-04-22 Department: Department of Environmental Conservation

Title: **EXEMPTIONS FOR FOOD PRODUCTS** Appropriation: Environmental Health RLS BY REQUEST OF THE GOVERNOR **Environmental Health** Sponsor: Allocation: Requester: Rules by Request of the Governor OMB Component Number: 3202

Expenditures/Revenues							
Note: Amounts do not include in	nflation unless of	otherwise noted	l below.			(Thousai	nds of Dollars)
		Included in					
	FY2023	Governor's					
	Appropriation	FY2023		Out-\	ear Cost Estin	nates	
	Requested	Request					
<b>OPERATING EXPENDITURES</b>	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services							
Travel							 [
Services							
Commodities							
Capital Outlay							
Grants & Benefits							 [
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund Source (Operating Only)							
None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Positions							
Full-time							
Part-time							

Full-time				
Part-time				
Temporary				

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2023) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No

(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes If yes, by what date are the regulations to be adopted, amended or repealed? 10/31/22

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

Prepared By:	Cassie Griffin, Budget Anaylst III	Phone:	(907)465-5312
Division:	Administrative Services	Date:	04/04/2022 12:00 AM
Approved By:	Emma Pokon, Deputy Commissioner	Date:	04/04/22

**Environmental Conservation** Agency:

#### FISCAL NOTE ANALYSIS

### STATE OF ALASKA 2022 LEGISLATIVE SESSION

# **Analysis**

This bill expands the exemption of certain homemade foods from Department of Environmental Conservation (DEC) inspection and regulation requirements. It enhances the ability for producers to sell homemade food products to informed consumers, thus encouraging homemade food sales in Alaska.

Under the bill, existing cottage food regulations that allow direct sales of non-potentially hazardous foods to end consumers would be codified and expanded to include retail sales. Additionally, the bill would allow direct sales of potentially hazardous homemade foods to an informed end consumer. General requirements for transactions would be required such as labeling, signage, and in-state sales. Since the Department already exempts certain homemade food producers from oversight, the Department does not anticipate program changes with the expansion of exemptions allowed in this legislation.

The bill also creates a new section that would exempt meat and meat products from Department oversight if the transaction(s) occurs under a herd share arrangement. The Department does not anticipate any program impacts because meat and meat products are subject to U.S. Department of Agriculture oversight.

Current cottage food regulations would be repealed. This is expected to be completed by October 31, 2022 and will be done with existing resources.

This bill is not anticipated to impact DEC annual expenditures.

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