MINA' BENTE OCHO NA LIHESLATURAN GUÅHAN 2005 (FIRST) REGULAR SESSION

Bill No. \_\_\_\_\_\_ (EC)

Introduced by:

Iesse A. Lujan Edward J.B. Calvo

AN ACT TO AMEND SUBSECTION 40120(F)(3) OF CHAPTER 40 OF TITLE 10 OF THE GUAM CODE ANNOTATED; TO ADD §11106(D) AND TO AMEND §11107 OF CHAPTER 11, DIVISION 2 OF TITLE 8 OF THE GUAM ADMINISTRATIVE RULES AND REGULATIONS RELATIVE TO REDUCING THE PRICE OF EGGS BY REMOVING THE INDIVIDUAL EGG STAMPING REQUIREMENT OF IMPORTED EGGS THAT MEET LOCAL AND UNITED STATES DEPARTMENT OF AGRICULTURE INSPECTION REQUIREMENTS.

## 1 BE IT ENACTED BY THE PEOPLE OF GUAM:

2 Section 1. Legislative Intent. I Liheslaturan Guåhan finds that much

3 legislation has been enacted to regulate the sale of shell eggs. The laws apply

4 to the edibility of the product and to its quality and grade. Both Federal and

- 5 State laws are applicable to eggs, but practically most of those pertaining to
- 6 grading have been enacted by the States.

1	The Egg Products Inspection Act (EPIA)(United States Public Law 91-
2	597), which became law in 1970, provides for the uniformity of standards and
3	grades. The Act states: "For eggs which have moved or are moving in
4	interstate or foreign commerce, no State or local jurisdiction may require the
5	use of standards of quality, condition, weight, quantity, or grade which are in
6	addition to or different from the official Federal standards." This has
7	prompted States with egg laws in which the standards and grades differ
8	somewhat from the official Federal standards and grades to amend their laws
9	to comply with the Federal standards. A provision on labeling prohibits
10	States from requiring labeling on eggs from other areas to indicate the State or
11	other geographic area of production or origin. This provision does not apply
12	to Alaska, Hawaii, Puerto Rico, Guam or the Virgin Islands. However, Guam
13	is the only U.S. jurisdiction that requires individual egg stamp labeling.
14	Guam's administrative rules require that the origin of the eggs must be
15	stamped on each egg. As the only U.S. domestic jurisdiction with this
16	requirement, egg producers apply an added cost which inevitably is borne by

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17 the consumers of Guam. As much as ten percent (10%) of the freight on board

1	(FOB) cost is added to the packaged product cost. The existing stamping
2	requirement has no added benefit for the consumers of Guam. The Federal
3	Food, Drug, and Cosmetic Act, and the regulations for its enforcement, apply
4	to all food products in interstate commerce, including shell eggs. This act is
5	designed to prevent the shipment of adulterated and misbranded foods.
6	Additionally, the Federal Trade Commission has responsibility for regulating
7	the business practices engaged in by firms marketing eggs in interstate or
8	foreign commerce. Therefore, I Liheslaturan Guåhan finds that the removal of
9	Guam's egg stamping policies will benefit the people of Guam by reducing
10	the cost of imported egg products.
11	<b>Section 2.</b> Subsection 11106(d) is hereby added to Chapter 11, Division
12	2 of Title 8 of the Guam Administrative Rules and Regulations to read:

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13	"(d) In the case of eggs imported from mainland
14	United States or foreign countries, regardless of the
15	person producing the same, imported eggs shall be
16	marked by the importer on each carton or other type of

1	container or package of eggs as required by 5 GCA
2	Chapter 66, the Chicken Egg Regulation. "
3	Section 3. Section 11107 of Chapter 11, Division 2 of Title 8 of the
4	Guam Administrative Rules and Regulations is amended to read:
5	"§11107. Notice of Grade and Size; Designation of
6	Origin of Imported Eggs. (a) It shall be unlawful for any
7	person to sell, or offer to sell or expose for sale to a consumer,
8	any eggs other than those of his own production intended for
9	human consumption without notifying by suitable sign or label
10	the person purchasing or intending to purchase the same
11	whether the same are imported from the mainland United
12	States or foreign countries or of local production, and the exact
13	grade or quality and size or weight and date such eggs were
14	graded.
15	(b) The word local shall be used to designate eggs
16	produced in <del>the Territory of</del> Guam.

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1	(c) In the case of eggs imported from mainland
2	United States or foreign countries, regardless of the
3	person producing the same, each egg so imported shall be
4	marked by the importer in clear and plain letters, of not
5	less than twelve (12) point type, the letters "U.S.," if such
6	egg was produced in the mainland united States, or the
7	name of the country, if such egg was produced in a
8	foreign country, before such eggs may be removed from
9	any dock or landing until the consignee thereof has been
10	furnished with a certificate issued by the Department
11	certifying that the eggs contained in the shipment in
12	which such eggs arrived are marked as provided in this
13	Section.
14	(cd) Anybody importing eggs into the Territory
15	Guam for sale shall obtain a permit from the Department
16	of Agriculture, stating the country of origin, the volume
17	of eggs to be imported and other pertinent data as may be

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1	prescribed by the Department in compliance with 5 GCA
2	Chapter 66, the Chicken Egg Regulation."
3	<b>Section 4.</b> Subsection 40120(f)(3) of Chapter 40 of Title 10 of the Guam
4	Code Annotated is amended to read:
5	"(3) Notwithstanding any provision of law, all fresh or
6	frozen packaged meat, fresh eggs, bread, fresh milk and fresh
7	daily products and ice cream, and such other food, drug and
8	consumer commodity designated by the Director of the
9	Department of Public Health and Social Services shall have a
10	clearly designated expiration date on each package offered for
11	retail sale. Notwithstanding any other provision of law, in lieu
12	of stamping any required labels whatsoever on individual eggs,
13	such information may instead be stamped on each egg carton if
14	the eggs are packed in individual cartons of twelve (12) eggs or
15	less as required by 5 GCA Chapter 66, the Chicken Egg
16	<u>Regulation."</u>

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Section 5. Severability. *If* any provision of this Law or its
application to any person or circumstance is found to be invalid or contrary to
law, such invalidity shall *not* affect other provisions or applications of this
Law which can be given effect without the invalid provisions or application,
and to this end the provisions of this Law are severable.