HOUSE BILL REPORT

HB 2747

As Reported By House Committee on: Agriculture & Rural Development Appropriations

Title: An act relating to bottled water.

Brief Description: Regulating bottled water.

Sponsor(s): Representatives Fraser, McLean, Valle, Miller,
Rayburn, Edmondson, Winsley, Scott, Basich and Jacobsen.

Brief History:

Reported by House Committee on:
Agriculture & Rural Development, February 6, 1992, DPS;
Appropriations, February 9, 1992, DPS(AG).

HOUSE COMMITTEE ON AGRICULTURE & RURAL DEVELOPMENT

Majority Report: The substitute bill be substituted therefor and the substitute bill do pass. Signed by 10 members: Representatives Rayburn, Chair; Nealey, Ranking Minority Member; P. Johnson, Assistant Ranking Minority Member; Chandler; Grant; R. Johnson; Lisk; McLean; Rasmussen; and Roland.

Minority Report: Without recommendation. Signed by 1 member: Representative Kremen, Vice Chair.

Staff: Kenneth Hirst (786-7105).

Background: The Department of Agriculture regulates intrastate commerce in food products under the state's food processing act and food, drug, and cosmetics act. The department regulates certain specific food products, such as dairy, meat, and poultry products under other state laws as well.

The state's Consumer Protection Act declares unfair methods of competition and unfair or deceptive acts or practices in the conduct of commerce to be unlawful. The act authorizes the attorney general to bring action in the name of the state to prevent persons from doing such unlawful acts, and authorizes the court to order the restoration of money or property. The act permits the court to award attorney's

fees and damages. The act also authorizes the imposition of civil penalties.

Summary of Substitute Bill: Standards are established for the following forms of bottled water: artesian or natural artesian water, distilled water, mineral water, spring or natural spring water, naturally carbonated or naturally sparkling water, purified water, and well water. A bottler, distributor, or vendor of bottled water whose corporate name, brand name, or trademark contains these names (except "distilled" or "purified" water) must list on its bottled water the regulated name of the water in type at least as large as the corporate or brand name or trademark. Supplemental information or graphics must not imply properties which are not factual. Soft drinks, soda, and seltzer products commonly recognized as soft drinks and identified with a name other than these names for bottled water are exempted from these requirements. Standards and labeling requirements are also established for bottled drinking water and for bottled water to which carbon dioxide has been added. None of the labeling requirements apply to a retailer's retail sales if the retailer has not labeled or participated in labeling the bottled water.

Bottled water is expressly added to the foods which are regulated by the Department of Agriculture under the state's food processing act and food, drug, and cosmetics act. In addition, the Board of Health is directed to set by rule quality standards for the source or supply of water for bottled water plants.

If a water dealer or operator of a bottled water plant knows or has reason to believe that a contaminant is present in the dealer's or plants's water source and its presence would create a potential health hazard to consumers, the dealer or operator must report the occurrence to the Department of Health.

Violations of these requirements regarding the standards and labeling requirements for bottled water or for reporting potential contaminants are unfair or deceptive acts in trade or commerce and unfair methods of competition under the state's Consumer Protection Act.

Substitute Bill Compared to Original Bill: The original bill required bottlers and water dealers to report suspected contamination of water only if the contaminant was one not otherwise monitored. The substitute bill requires these entities to report any suspected contamination which poses a potential health hazard to the public. The substitute bill also provides to retailers the exemption from labeling restrictions.

Fiscal Note: Available.

Effective Date of Substitute Bill: Ninety days after adjournment of session in which bill is passed.

Testimony For: (1) In some instances, the label on bottled water does not properly identify the contents of the bottle. This is a consumer protection bill which would prevent such practices. (2) The Department of Agriculture currently regulates bottled water as a food for safety purposes. It does not regulate the labels on such bottles.

Testimony Against: (1) If a city's water system gets all of its water from a spring, it is spring water just like water from a private spring, but could not be labeled as such under this bill. (2) A retailer should not be responsible for the labels put on bottled water by other entities.

Witnesses: Representative Fraser (in favor); Dave Monthie, Department of Health (in favor); Jeff Cox, Washington Retail Dealers Association and Jim Boldt, Washington Food Dealers (opposed to retailer liability provisions); William Bechtel and Allen Bechtel, Pure Water Corporation (opposed to certain labeling restrictions for bottled spring water); and Mike Schwisow and Vern Hedland, Department of Agriculture.

HOUSE COMMITTEE ON APPROPRIATIONS

Majority Report: The substitute bill by Committee on Agriculture & Rural Development be substituted therefor and the substitute bill do pass. Signed by 25 members: Representatives Locke, Chair; Inslee, Vice Chair; Spanel, Vice Chair; Silver, Ranking Minority Member; Morton, Assistant Ranking Minority Member; Appelwick; Belcher; Bowman; Brekke; Carlson; Dorn; Ebersole; Hine; Lisk; May; Mielke; Nealey; Peery; Pruitt; Rust; D. Sommers; H. Sommers; Valle; Vance; and Wang.

Staff: Maureen Morris (786-7152).

Summary of Recommendation of Committee on Appropriations Compared to Recommendation of Committee on Agriculture & Rural Development: No new changes were recommended.

Fiscal Note: Available.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Testimony For: This bill will help protect the public.

Testimony Against: None.

Witnesses: Representative Karen Fraser (in favor).