ADOPTED REGULATION OF THE

STATE DEPARTMENT OF AGRICULTURE

LCB File No. R146-16

Effective January 27, 2017

EXPLANATION - Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1-12, NRS 561.301 and 576.128.

A REGULATION relating to agricultural products; revising certain provisions relating to issuing certified producer's certificates for agricultural products; providing a fee relating to aquaculture products; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law authorizes the State Department of Agriculture to adopt regulations requiring certain producers of farm products to obtain certification as an actual producer of a farm product. (NRS 576.128) The Department is also authorized under existing law to regulate aquatic agriculture to the same extent as other agriculture. (NRS 561.301) Under existing regulations, the Department will issue a certified producer certificate to certain producers of agricultural products. (NAC 576.300-576.440) This regulation includes aquaculture products, eggs and honey among the agricultural products for which a producer may obtain a certified producer's certificate. Section 1 of this regulation revises the definition of "agricultural product" to include crops grown in the soil or any other medium, aquaculture products, eggs and honey. Section 9 of this regulation adds fees that the Department will charge for certain actions related to a certified producer's certificate for an aquaculture product. Sections 2-8 and 10-12 of this regulation make conforming changes.

Section 1. NAC 576.310 is hereby amended to read as follows:

576.310 "Agricultural product [of the soil" means a] "includes, without limitation:

- 1. A crop grown in soil or any other medium $\{\cdot,\cdot\}$;
- 2. An aquaculture product produced by aquatic farming, including, without limitation,

fish, plants, crustaceans, amphibians, turtles, microorganisms or any product derived from any such fish, plant, crustacean, amphibian, turtle or microorganism;

- 3. Eggs; and
- 4. Honey.
- **Sec. 2.** NAC 576.320 is hereby amended to read as follows:
- 576.320 "Certified producer's certificate" means a written document issued by the Department pursuant to NAC 576.330, 576.340 and 576.350 which indicates that the holder of the certificate has obtained certification that he or she is the actual producer of each agricultural product [of the soil] which is listed on the certificate.
 - **Sec. 3.** NAC 576.325 is hereby amended to read as follows:
- 576.325 A person who produces only organic agricultural products [of the soil] is exempt from the requirements set forth in NAC 576.300 to 576.440, inclusive.
 - **Sec. 4.** NAC 576.330 is hereby amended to read as follows:
- 576.330 1. To obtain a certified producer's certificate, a person must submit to the Department, on a form prescribed by the Department, a separate application for each [plot of land] site on which an agricultural product [of the soil] will be [grown.] produced. For the purposes of this section, a separate application is required for each [plot of land] site on which an agricultural product [of the soil] will be [grown] produced, if the [plot of land] site is not contiguous to any other [plot of land] site on which an agricultural product [of the soil] will be [grown.] produced.
 - 2. The application must include, without limitation:
 - (a) The name, mailing address and telephone number of the applicant;
- (b) The physical address of the [plot of land] site on which each agricultural product [of the soil] will be [grown;] produced;

- (c) A list of each agricultural product [of the soil] for which the applicant seeks certification and anticipates that he or she will [grow] produce and offer for sale during the 12 months for which the certificate is valid;
 - (d) The estimated yield of each agricultural product [of the soil] listed on the application;
 - (e) The harvest season of each agricultural product [of the soil] listed on the application;
- (f) If an agricultural product [of the soil] is to be stored, the length of time the product will be stored;
- (g) If any agricultural product [of the soil] produced by the applicant is in storage at the time of application, the physical address at which the product is being stored and the amount of the product that is being stored at that location at the time of application;
- (h) The total area of the [plot of land which is under cultivation] site for each agricultural product [of the soil] listed on the application, designated in terms of acres or square feet, as applicable;
- (i) A detailed map that indicates the location of the [plot of land] site on which any agricultural product [of the soil] listed pursuant to paragraph (c) will be [grown;] produced; and
- (j) The fee set forth in NAC 576.371 for the application and the inspection required pursuant to NAC 576.340.
- 3. Except as otherwise provided in this subsection, an application must be submitted to the Department at least 30 days before the harvest of an agricultural product [of the soil] that is listed on the application. The Department may, in its discretion, waive the requirements set forth in this subsection.
 - **Sec. 5.** NAC 576.340 is hereby amended to read as follows:

- 576.340 Except as otherwise provided in NAC 576.353 or 576.356, before approving an application for a certified producer's certificate, an amended certified producer's certificate or a renewed certified producer's certificate, the Department, or an authorized representative of the Department, will inspect the [plot of land] *site* that is indicated on the application to verify the production of each agricultural product [of the soil] that is listed on the application or the existence in storage of each agricultural product [of the soil] that is listed on the application which has been harvested, or both.
 - **Sec. 6.** NAC 576.350 is hereby amended to read as follows:
- 576.350 1. Upon approval of an application, the Department will issue a certified producer's certificate to the applicant.
- 2. A certified producer's certificate must list each agricultural product [of the soil] that is produced by the holder of the certificate.
- 3. A certified producer's certificate is valid for 12 months after the date on which the certificate is issued.
 - 4. The holder of a certified producer's certificate may apply to the Department to:
 - (a) Amend the certificate pursuant to NAC 576.353; and
 - (b) Renew the certificate pursuant to NAC 576.356.
 - **Sec. 7.** NAC 576.353 is hereby amended to read as follows:
- 576.353 1. If the holder of a certified producer's certificate wishes to add an agricultural product [of the soil] to those listed on the certificate, he or she must submit to the Department, on a form prescribed by the Department, a separate application to amend the certificate for each [plot of land] site on which an additional agricultural product [of the soil] will be [grown.] produced. For the purposes of this section, a separate application is required for each [plot of

land] site on which an additional agricultural product [of the soil] will be [grown] produced if the [plot of land] site is not contiguous to any other [plot of land] site on which an agricultural product [of the soil] is [grown] produced that is listed on the certified producer's certificate.

- 2. Except as otherwise provided in this subsection, if a holder of a certified producer's certificate wishes to amend the certificate pursuant to subsection 1, the holder must submit an application to amend the certificate at least 30 days before the harvest of any additional agricultural product. [of the soil.] The Department may, in its discretion, waive the requirements set forth in this subsection.
 - 3. The application must include, without limitation:
 - (a) The information required pursuant to subsection 2 of NAC 576.330;
- (b) An identification of each additional agricultural product [of the soil] that will be [grown;] produced; and
- (c) A detailed map that indicates the location of the [plot of land] site on which any additional agricultural product [of the soil] will be [grown.] produced.
- 4. The Department may waive the inspection of the [plot of land] site that is indicated on the application to amend a certificate, which is required pursuant to NAC 576.340 to verify the production of each additional agricultural product, [of the soil,] unless any agricultural product [of the soil] included on the application is substantially different from the agricultural products [of the soil] listed on the original certificate.
- 5. If the Department approves an application to amend a certified producer's certificate, the Department will issue an amended certificate which lists the additional agricultural products [of the soil] that will be [grown.] produced. The amended certificate expires on the expiration date of the original certificate.

- **Sec. 8.** NAC 576.356 is hereby amended to read as follows:
- 576.356 1. The holder of a certified producer's certificate may renew the certificate every 12 months by submitting to the Department, on a form prescribed by the Department, an application to renew the certificate.
- 2. Except as otherwise provided in this subsection, if a holder of a certified producer's certificate wishes to renew the certificate, the holder must submit the application for renewal at least 30 days before the certified producer's certificate expires. The Department may, in its discretion, waive the requirements set forth in this subsection.
- 3. The Department may waive the inspection of the **[plot of land]** *site* that is indicated on the application to renew a certificate, which is required pursuant to NAC 576.340 to verify the production of each agricultural product, **[of the soil,]** unless:
- (a) The designation of the [plot of land] site on which an agricultural product is [grown] produced that is listed on the renewal application is different from the [plot of land] site designated on the original certificate; or
- (b) Any agricultural products [of the soil] included on the renewal application are substantially different from the agricultural products [of the soil] listed on the original certificate.
 - 4. The application for renewal must include:
 - (a) The information required pursuant to subsection 2 of NAC 576.330; and
 - (b) The fee for renewal set forth in NAC 576.371.
- 5. Upon approval of the application for renewal, the Department will issue a renewed certified producer's certificate to the applicant. A renewed certificate is valid for 12 months after the date on which the renewal certificate is issued.
 - **Sec. 9.** NAC 576.371 is hereby amended to read as follows:

1. For any agricultural product except an aquaculture product:
(a) For an application for an initial certified producer's certificate and the inspection required
pursuant to NAC 576.340\$50.00
(b) For the renewal of a certified producer's certificate without an inspection \$30.00
[3.] (c) For the inspection of any [plot of land] site concerning an agricultural product [of
the soil] except an aquaculture product for which a person seeks a certified producer's
certificate which is conducted after the initial inspection has been completed and for any other
additional inspections:
(1) For each hour of inspection, calculated from the assigned office of the inspector,
per hour\$30.00
{(b)} (2) For mileage, per mile
2. For an aquaculture product:
(a) For an application for an initial certified producer's certificate and the inspection
(a) For an application for an initial certified producer's certificate and the inspection required pursuant to NAC 576.340
required pursuant to NAC 576.340\$75.00
required pursuant to NAC 576.340\$75.00 (b) For the renewal of a certified producer's certificate without an inspection\$30.00
required pursuant to NAC 576.340\$75.00 (b) For the renewal of a certified producer's certificate without an inspection\$30.00 (c) For the inspection of any site concerning an aquaculture product for which a person
required pursuant to NAC 576.340

576.371 The Department will charge and collect the following nonrefundable fees:

- (2) For mileage, the standard mileage reimbursement rate for which a deduction is allowed for the purposes of federal income tax calculated from the assigned office of the inspector.
 - **Sec. 10.** NAC 576.400 is hereby amended to read as follows:
- 576.400 A person shall not use a certified producer's certificate to claim or imply that the person is the producer of an agricultural product [of the soil] which he or she did not produce.
 - **Sec. 11.** NAC 576.410 is hereby amended to read as follows:
- 576.410 The Director may issue a written order to stop the sale of an agricultural product [of the soil] if that product is advertised, sold, labeled or otherwise represented as certified in violation of NAC 576.300 to 576.440, inclusive. A person shall not sell an agricultural product [of the soil] for which the Director has issued a written order to stop the sale pursuant to this section until the Department determines that the advertising, selling, labeling or other representation of the product complies with NAC 576.300 to 576.440, inclusive.
 - **Sec. 12.** NAC 576.440 is hereby amended to read as follows:

576.440 A person:

- 1. Who is issued a written order to stop the sale of an agricultural product [of the soil] pursuant to NAC 576.410; or
- 2. Whose certified producer's certificate has been suspended or revoked or has not been renewed pursuant to NAC 576.420,
- → may request a hearing pursuant to subsection 2 of NRS 561.295.

LEGISLATIVE REVIEW OF ADOPTED REGULATIONS--NRS 233B.066 Informational Statement LCB File No. R146-16

1. A clear and concise explanation of the need for the adopted regulation.

The regulation is needed to include the practice of aquaculture in the regulations regarding agriculture in Nevada.

2. Description of how public comment was solicited, a summary of public response, and an explanation of how other interested persons may obtain a copy of the summary.

Copies of the proposed regulations, notices of workshop and notices of intent to act upon the regulation were sent by U.S. mail and email to persons who were known to have an interest in the subject of aquaculture, as well as any persons who had specifically requested such notice. These documents were also made available at the website of the Nevada Department of Agriculture (NDA) www.agri.nv.gov, mailed to all county libraries in Nevada and posted at the following locations:

Nevada Department of Agriculture

405 South 21st Street Sparks, NV 89431-5566 Nevada Department of Agriculture

2150 Frazer Avenue Sparks, NV 89431

Nevada Department of Agriculture

2300 E. St Louis Avenue Las Vegas, NV 89104-4314 Nevada Department of Agriculture

4780 E. Idaho Street Elko, NV 89801-4672

Interested persons may obtain a copy of the summary by contacting:

Nevada Department of Agriculture Attn: Ruth Tietjen (775) 353-3670

405 South 21st Street Sparks, NV 89431

- 3. The number of persons who:
 - (a) Attended each hearing:
 - (b) Testified at each hearing:
 - (c) Submitted written comments:

Workshop date: May 16, 2016

Number in attendance: 1 Number testifying: 0

Written statements submitted: 0

Hearing date: October 17, 2016

Number in attendance: 0 Number testifying: 0

Written statements submitted: 4

- 4. For each person identified in paragraphs (b) and (c) of number 3 above, the following information if provided to the agency conducting the hearing:
 - (a) Name;
 - (b) Telephone number;
 - (c) Business address;
 - (d) Business telephone number;
 - (e) Electronic mail address; and
 - (f) Name of entity or organization represented.
 - 1 Liz elizabeth@urbanfins.com
 - 2 Jerry Bowlen, Executive Director jbowlen@bellagioresort.com (702) 693-7962
 - Justin & Lannah Smith
 55 Elm Drive
 Fallon, NV 89406
 (775) 473-2829
 lannahsmith@gmail.com
 - 4 Jeannie Jeannie damonte@yahoo.com
- 5. A description of how comment was solicited from affected businesses, a summary of their response and an explanation of how other interested persons may obtain a copy of the summary.

All interested parties that we were aware of were notified of the regulation and invited to submit comments or suggestions regarding the proposed regulation. The responses were general in nature regarding the need to include aquaculture and suggestions on applicable fees. Interested persons may obtain a copy of the summary by contacting:

Nevada Department of Agriculture Attn: Ruth Tietjen (775) 353-3670 405 South 21st Street Sparks, NV 89431 6. If the regulation was adopted without changing any part of the proposed regulation, a summary of the reasons for adopting the regulation without change.

The regulation was adopted without change. Aquaculture must be included in Nevada's agricultural system to satisfy the requirements of the Food Safety Modernization Act. The fee structure was adopted as proposed because the revenue anticipated will cover the cost of providing the service.

- 7. The estimated economic effect of the regulation on the business which it is to regulate and on the public.
 - (a) Estimated economic effect on the businesses which they are to regulate. Minimal fees equivalent to those paid by land based agriculture operations.
 - (b) Estimated economic effect on the public which they are to regulate. Insignificant economic impact to the public.
- 8. The estimated cost to the agency for enforcement of the proposed regulation:

The cost to regulate aquaculture operations will be equivalent to the cost of regulating land based agriculture operations. The cost is minimal and covered by the fees.

9. A description of any regulations of other State or governmental agencies which the regulation overlaps or duplicates and a statement explaining why the duplication or overlap is necessary. If the regulation overlaps or duplicates a federal regulation, the name of the regulating federal agency.

This regulation does not duplicate or overlap any other state or government agencies.

10. If the regulation includes provisions that are more stringent than a federal regulation that regulates the same activity, a summary of such provisions.

There are no federal regulations.

11. If the regulation provides a new fee or increases an existing fee, the total annual amount the agency expects to collect and the manner in which the money will be used.

The agency anticipates in collecting \$300 which will be used to cover the cost of providing the service.