SB 89-1 (LC 3132) 1/23/23 (AG/ps)

Requested by SENATE COMMITTEE ON NATURAL RESOURCES

# PROPOSED AMENDMENTS TO SENATE BILL 89

In line 2 of the printed bill, after "aquaculture" insert "; creating new 1 provisions; and amending ORS 497.252, 616.992 and 616.997".  $\mathbf{2}$ Delete lines 4 through 8 and insert: 3 4 **"DEFINITIONS** 5 6 "SECTION 1. As used in sections 1 to 8 of this 2023 Act: 7 "(1) 'Aquaculture' means the farming of aquatic animals or aquatic 8 plants for the primary purpose of producing food for humans. 9 "(2) 'Aquaculture facility': 10 "(a) Means a facility that engages in aquaculture by propagating, 11 rearing, holding, harvesting, transporting, receiving the transport of 12 or slaughtering aquatic animals, either on land or in a natural or ar-13 tificial body of water. 14 "(b) Does not include: 15"(A) A business entity that: 16 "(i) Is owned and operated independently from all other businesses; 17 and 18 "(ii) Has annual gross revenues of less than \$500,000, as reported on 19 a tax return submitted to the federal government or the Department 20of Revenue; or 21

"(B) A fish hatchery, including a facility subject to the provisions
of ORS 497.325, 506.213 or 508.700 to 508.745.

3 **"(3) 'Aquatic animal' means:** 

4 "(a) Finfish belonging to the classes Agnatha (jawless fishes),
5 Chondrichthyes (cartilaginous fishes) and Osteichthyes (bony fishes);

6 "(b) Mollusks belonging to the class Cephalopoda; and

"(c) Any other game fish or food fish that is used as food for humans or for industrial purposes, if the State Fish and Wildlife Commission designates the game fish or food fish as an aquatic animal
under this section.

"(4) 'Enclosure' means an area in which a group of farmed aquatic
 animals is held, including a tank, laboratory, pen, net, raceway,
 incubator or pond.

"(5) 'Environmental enrichment' means materials or other features
 that:

16 "(a) Add complexity to the environment;

"(b) Encourage the expression of natural behaviors such as hiding,
 foraging or exploring; and

"(c) Decrease the expression of abnormal or deleterious behaviors
 such as nipping or cannibalism.

"(6) 'Farmed aquatic animal' means an aquatic animal propagated,
reared, held, harvested or slaughtered at, or transported to or from,
an aquaculture facility, including an aquatic animal bred in captivity
or captured in the wild and intended for use in an aquaculture facility.

<sup>25</sup> "(7) 'Food fish' has the meaning given that term in ORS 506.011.

<sup>26</sup> "(8) 'Game fish' has the meaning given that term in ORS 496.009.

27 "(9) 'Genetically engineered or transgenic':

"(a) Means produced through the modification, cloning or manipu lation of genes using biotechnology.

30 "(b) Does not include simple selective breeding.

"(10) 'Slaughter process' means the period of time from the removal
of a farmed aquatic animal from the habitat of the farmed aquatic
animal through any sedation, stunning and transport and until
slaughter.

### **"FINDINGS ON AQUACULTURE**

8 **"SECTION 2. The Legislative Assembly finds that:** 

9 "(1) Aquaculture may be a growing industry.

"(2) The state has a duty to protect the natural resources and
 ecosystems of this state, and a duty to ensure the humane treatment
 of animals raised for food.

"(3) Aquaculture presents risks to the environment and animal
 welfare, among other risks, and the risks may be mitigated through
 appropriate regulation.

"(4) Expert input is required in order to fully understand the risks
 associated with aquaculture and establish appropriate regulation.

"(5) To adequately protect this state's natural resources,
 aquaculture operations must adhere to certain minimum standards
 related to preventing pollution and protecting water quality.

"(6) Fish are sentient beings capable of experiencing pain, stress
and fear, but no state or federal law directly addresses the welfare of
fish in aquaculture operations.

"(7) To adequately ensure the humane treatment of animals used
 in aquaculture, aquaculture operations must adhere to certain mini mum standards concerning enrichment, stocking density, transporta tion and slaughter, among other standards.

"(8) The humane treatment of animals used in aquaculture may
 benefit producers, workers and consumers.

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"SECTION 3. (1) An aquaculture facility shall apply for a license
from the State Department of Fish and Wildlife and submit, as part
of the application, a plan for:

"(a) Preventing the spread of disease from the aquatic animals at
the proposed aquaculture facility to wild species of game fish or food
fish;

9 "(b) Reducing the incidence of disease at the proposed aquaculture
10 facility; and

"(c) Remediating disease that occurs at the proposed aquaculture
 facility.

"(2) Before issuing a license under this section, the department
 shall:

"(a) Conduct an environmental review of the proposed aquaculture
 facility that includes assessment of:

"(A) The effects of the proposed aquaculture facility on the public
 interest;

"(B) The direct and indirect effects of the proposed aquaculture fa cility on the aquatic habitat and existing populations of game fish or
 food fish, including:

"(i) The impacts of fish waste and fish feed introduced into the
 aquatic habitat;

"(ii) Any proposed use of animal drugs, pesticides or other chemi cals; and

"(iii) The potential for the escape of the aquatic animals from the
aquaculture facility, other types of pollution or the spread of disease
to wild species of game fish or food fish; and

"(C) The cumulative effects of the proposed aquaculture facility and
 any other aquaculture facilities, and businesses subject to the licens-

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ing requirements of ORS 497.252, in the vicinity of the proposed
 aquaculture facility; and

"(b) Provide the public with notice and an opportunity to comment
on the proposed aquaculture facility and the environmental review.

5 "(3) The department may not issue a license to a proposed 6 aquaculture facility if:

"(a) The environmental review indicates that the proposed
aquaculture facility will adversely affect the aquatic habitat, existing
populations of game fish or food fish or the public interest; or

"(b) The proposed aquaculture facility would be located in marine
 waters, including the ocean, an estuary or a bay.

12 "(4) An aquaculture facility licensed under this section:

"(a) May not release an aquatic animal from the aquaculture facility into the waters of this state.

15 **"(b) May not propagate or rear a genetically engineered or** 16 **transgenic aquatic animal.** 

"(c) Shall eliminate plastic pollution to the greatest extent possible,
 including by:

"(A) Avoiding the use of plastics in the waters of this state unless
 there is no alternative; and

"(B) Reducing the use of plastics that may enter the waters of this
state as waste or by other means.

"(5) The provisions of ORS 468B.025 and 468B.050 apply to an
 aquaculture facility licensed under this section.

"(6) The department may adopt rules to implement this section,
 including rules establishing license application procedures, fees and
 license renewal requirements.

28 "<u>SECTION 4.</u> (1) To ensure the humane treatment of farmed 29 aquatic animals, an aquaculture facility:

30 "(a) Must address water quality at the aquaculture facility, includ-

1 **ing by:** 

<sup>2</sup> "(A) Providing adequate fresh water, aeration and oxygen.

"(B) Removing or filtering water so water parameters remain
within tolerable limits for specific species of aquatic animals and the
characteristics of the aquaculture facility.

6 "(C) Remediating the effects of feed in the water or densely stocked
7 aquatic animals.

"(b) May not stock aquatic animals at levels that exceed the optimal density for specific species of aquatic animals.

"(c) Must provide the aquatic animals with environmental
 enrichment that is:

12 "(A) Easily accessible by all aquatic animals in an enclosure.

"(B) Cleaned and maintained to protect water quality and encour age use of the environmental enrichment.

"(d) Must provide the aquatic animals with an appropriate envi ronment that includes a total swimmable volume of water acceptable
 for specific species of aquatic animals.

<sup>18</sup> "(e) May not physically alter an aquatic animal.

"(f) May not operate in a manner that results in average monthly
 mortality of aquatic animals exceeding 1 percent.

21 "(g) Must require agents of the aquaculture facility to:

"(A) Handle aquatic animals as quickly and gently as possible, in a
 manner that reduces stress and injury;

"(B) Promptly treat or humanely euthanize sick or injured aquatic
 animals;

"(C) Promptly and humanely euthanize physically deformed aquatic
 animals; and

"(D) Undertake euthanasia in a manner that causes rapid insensi bility immediately followed by, or contemporaneous with, death.

30 "(h) May use equipment that comes into direct contact with aquatic

animals, such as fishing nets or holding containers, only if the equipment is designed to minimize the risk of injury to the aquatic animals.

3 "(i) Must tailor feed to:

4 "(A) The stages of development of specific species of aquatic ani5 mals; and

6 "(B) The nutrient requirements of specific species of aquatic ani-7 mals to promote growth, the development of a good immune system 8 and stable health.

9 "(j) Must adjust the amount of feed and feeding frequency as needed
10 to prevent stress caused by oxygen depletion.

"(k) May breed aquatic animals only through appropriate breeding
 practices.

"(L) Notwithstanding ORS 498.012 and 610.105, may not take lethal
 action against a predator.

15 "(m) May only transport live aquatic animals:

"(A) In containers that are suitable for the specific species of the
 aquatic animals, easy to clean, able to be disinfected and designed to
 prevent injuries and reduce stress; and

"(B) To minimize water quality deterioration and injury and stress
 to the aquatic animals:

21 "(i) For durations as short as possible; and

"(ii) With as low a density of aquatic animals as is professionally
 justifiable.

"(n) Must provide persons that transport aquatic animals from the
aquaculture facility with training and encourage the persons to regularly check water quality during transport, to prevent injury or stress
to the aquatic animals as much as practicable.

"(o) Must require persons that transport aquatic animals from the
 aquaculture facility to:

30 "(A) Establish a quality assurance system to improve the transport;

1 "(B) Record the death of aquatic animals during transport; and

2 "(C) Regularly evaluate the quality of the transport.

"(p) Must comply with any other requirements for humane treatment of aquatic animals that are established in rule by the State Department of Agriculture.

6 "(2) In consultation with scientific experts, representatives of the 7 aquaculture industry and advocates of the environment and animal 8 welfare, the department shall adopt rules to implement this section 9 that ensure the humane treatment of farmed aquatic animals.

"<u>SECTION 5.</u> (1) To ensure that the slaughter, and any handling
 related to the slaughter, of farmed aquatic animals is humane, an
 aquaculture facility that slaughters aquatic animals:

"(a) Must stun the aquatic animals fully and irreversibly before or
 during slaughter.

"(b) May stun and slaughter aquatic animals simultaneously only
 if the stunning occurs instantly, so the aquatic animals do not expe rience pain, fear or sensation.

"(c) Must sedate or immobilize aquatic animals in a humane man ner before stunning, if necessary to maximize the welfare of the
 aquatic animals.

"(d) Must slaughter aquatic animals promptly after stunning and
 before the aquatic animals regain consciousness.

"(e) Must provide a quiet and nonstimulatory environment during
 the slaughter process, including by reducing sound and light intensity
 for the aquatic animals while maintaining adequate lighting for per sons involved in the slaughter.

"(f) Must provide water quality in the slaughter environment, during the slaughter process, that is similar to that of the environment
in which the aquatic animals have been living, or that is optimized for
the specific species of aquatic animals.

"(g) May only use methods, devices and equipment for stunning and
 slaughter that:

3 "(A) Are humane;

4 "(B) Are specific to the species and life stages of the aquatic ani5 mals;

6 "(C) Are tested and proven to be effective before being used;

7 "(D) Are properly calibrated for the species and size of the aquatic
8 animals;

9 "(E) Are checked regularly; and

"(F) Are safe, effective and properly maintained to ensure each
 animal is receiving an effective stun.

12 **"(h) May not:** 

"(A) Use gas, including carbon dioxide or another method that
 blocks oxygen uptake, for sedation or stunning of aquatic animals;

"(B) Use salt, ammonia or another chemical with a similar effect
 for sedation or stunning of aquatic animals;

"(C) Thermically shock, by boiling or rapid chilling, a conscious
 aquatic animal;

"(D) Slaughter more aquatic animals per unit of time than is jus tifiable with regard to the welfare of the aquatic animals and worker
 health and safety; or

"(E) Engage in any practice prohibited by rule by the State De partment of Agriculture.

"(i) Must stun and slaughter an aquatic animal that is transported
to the aquaculture facility for the purpose of slaughter as soon as
possible after the aquatic animal arrives at the aquaculture facility.

27 "(j) Must require that agents of the aquaculture facility that 28 slaughter aquatic animals or operate slaughter equipment:

"(A) Have species-specific knowledge of aquatic animals at the
 aquaculture facility;

1 "(B) Are trained to use the equipment;

"(C) Are present during the slaughter process in numbers sufficient
to protect the welfare of the aquatic animals; and

4 "(D) Undertake a documented training program provided by the
5 aquaculture facility.

6 "(2) In consultation with scientific experts, representatives of the 7 aquaculture industry and advocates of the environment and animal 8 welfare, the department:

9 "(a) Shall adopt rules to implement this section that ensure the 10 humane treatment of farmed aquatic animals during the slaughter 11 process.

"(b) May adopt rules that set an upper limit on the slaughter speed
 for different slaughter methods and species of aquatic animals.

"<u>SECTION 6.</u> (1) An aquaculture facility shall keep detailed records
 of:

16 "(a) Veterinary review or treatment of aquatic animals.

17 "(b) Medications or vaccinations administered to aquatic animals.

18 "(c) Any outbreaks of infectious disease.

19 "(d) Water quality tests.

20 "(e) Equipment checks.

21 "(f) Equipment servicing and maintenance.

"(g) Staff trainings related to aquatic animals and worker health
 and safety, including information on which staff members are compe tent to perform a vaccination, sedation, stunning or slaughter.

<sup>25</sup> "(h) Any violations of sections 1 to 8 of this 2023 Act.

"(i) Any slaughter performed at the aquaculture facility, including
 records of:

"(A) The numbers of aquatic animals slaughtered per day, week,
 month and year;

30 "(B) Slaughter broken down by species;

1 "(C) Methods of slaughter;

2 "(D) The effectiveness of stunning methods; and

"(E) Any problems with stunning methods and any efforts to remediate the problems.

5 **"(2) The aquaculture facility shall:** 

"(a) Immediately report any outbreak of infectious disease to the
Department of Environmental Quality, the State Department of Agriculture and the State Department of Fish and Wildlife, as well as any
other relevant health and safety entities;

"(b) Immediately report to the State Department of Agriculture any
 technical failure or other condition at the aquaculture facility that has
 the potential to cause significant negative effects on the welfare of
 aquatic animals;

"(c) Annually submit the records required under subsection (1) of
 this section to the department; and

16 "(d) Make the records publicly available.

"(3) The department shall post the records on a department website.
"(4) In consultation with scientific experts, representatives of the
aquaculture industry and advocates of the environment and animal
welfare, the department shall adopt rules to implement this section.

21 "<u>SECTION 7.</u> (1) The Aquatic Animals Fund is established in the 22 State Treasury, separate and distinct from the General Fund. All 23 moneys in the Aquatic Animals Fund are continuously appropriated 24 to the State Department of Agriculture for:

"(a) Carrying out the provisions of sections 1 to 8 of this 2023 Act;
 "(b) Actions and activities benefiting aquatic animals, including
 conducting education regarding the humane treatment of aquatic animals; and

29 "(c) Making grants available to aquaculture facilities seeking to 30 transition to more humane methods of operation, or to aquaculture 1 related to aquatic plants instead of aquatic animals.

2 "(2) The fund shall consist of any moneys:

"(a) Transferred to the fund by the Legislative Assembly or from
any other source; and

5 **"(b) Received under ORS 616.997 (7).** 

"(3) Interest earnings on moneys in the fund shall be credited to the
fund.

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#### **"ENFORCEMENT**

"<u>SECTION 8.</u> (1) The Attorney General, a state agency, a county attorney, a district attorney, a city attorney or a person residing or doing business in the county where an aquaculture facility is located may apply to the circuit court for the county in which the aquaculture facility is located for a temporary or permanent injunction requiring the aquaculture facility to:

"(a) Refrain from any activity or inactivity constituting a violation
 of sections 1 to 8 of this 2023 Act or another applicable law; and

19 "(b) Take any actions necessary to remedy the violation.

20 "(2) The circuit court may award reasonable attorney fees to a 21 plaintiff prevailing under this section.

<sup>22</sup> "<u>SECTION 9.</u> ORS 616.992 is amended to read:

"616.992. The violation of any provisions of this chapter or of any rule
adopted under this chapter, or of any provision of sections 1 to 8 of this **2023 Act**, is a Class B misdemeanor for a first offense, and a Class A
misdemeanor for a second or subsequent offense.

<sup>27</sup> "SECTION 10. ORS 616.997 is amended to read:

"616.997. (1) In addition to any penalty available under ORS 561.190,
616.992 or 616.994, the State Department of Agriculture may impose a civil
penalty for a violation of this chapter, of rules, regulations or standards

SB 89-1 1/23/23 Proposed Amendments to SB 89 adopted [*under this chapter*] **thereunder, of sections 1 to 8 of this 2023 Act or a rule adopted thereunder** or of an order issued under ORS 616.713. For the purposes of this section, each day a violation continues after the period of time established for compliance shall be considered a separate violation unless the department finds that a different period of time is more appropriate to describe a specific violation event.

"(2) The department may adopt rules establishing a schedule of civil penalties that may be imposed under this section. Civil penalties imposed under this section, other than civil penalties imposed for a violation of sections 1 to 8 of this 2023 Act or rules adopted thereunder, may not exceed \$10,000 for each violation.

"(3) Rules establishing a schedule of penalties for violation of
sections 1 to 8 of this 2023 Act or rules adopted thereunder must prioritize the welfare of farmed aquatic animals, as defined in section 1
of this 2023 Act, and the water quality of waters of this state.

"(4) To establish liability of an aquaculture facility, as defined in
section 1 of this 2023 Act, for a violation of sections 1 to 8 of this 2023
Act or rules adopted thereunder, the department shall demonstrate
that the owner or operator of the aquaculture facility knew or should
have known of the violation.

"[(3)] (5) When the department imposes a civil penalty under subsection (1) of this section, the department shall impose the penalty in the manner provided by ORS 183.745, except that the written application for a hearing must be received by the department no later than 10 days after the date of mailing or personal service of the notice of civil penalty.

"[(4)] (6) Moneys received by the department from civil penalties imposed
under this section shall be deposited in the General Fund to the credit of the
Department of Agriculture Account.

"(7) Notwithstanding subsection (6) of this section, moneys received
 by the department from civil penalties imposed under this section for

violation of sections 1 to 8 of this 2023 Act or rules adopted thereunder
shall be deposited in the Aquatic Animals Fund established by section
7 of this 2023 Act.

### **"RELATED AMENDMENTS**

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**"SECTION 11.** ORS 497.252 is amended to read:

"497.252. (1) Except as provided in ORS 508.700 to 508.745 and 622.220,
[no] a person [shall] may not engage in the business of propagating game
fish or food fish for sale, other than the business of operating an
aquaculture facility subject to the provisions of section 3 of this 2023
Act, unless a fish propagation license is first obtained from the State Department of Fish and Wildlife.

"(2) The [*State Fish and Wildlife Commission*] **department** may refuse to issue a license to an applicant if the [*commission*] **department** finds that the conduct of the fish propagation business would tend to be harmful to existing game fish or food fish populations.

"(3) The [commission] State Fish and Wildlife Commission, by rule, may prescribe requirements for the care, inspection, transportation and the sale, taking or other disposition of the game fish or food fish, and for such record keeping and reporting procedures as will insure that the propagation activities are conducted in such manner as will not be harmful to existing game fish or food fish populations.

"(4) Persons propagating the following food fish under the license prescribed in subsection (1) of this section are exempt from the licensing provisions of ORS 508.025 and 508.035:

"(a) Food fish raised entirely in, then harvested from facilities which are
enclosed or designed to prevent escape and from which the fish are not released for natural rearing.

30 "(b) Food fish harvested from the wild under licenses prescribed in ORS

508.025 and 508.035 and on which the appropriate fee has been paid at the 1 time holding or rearing commences in the licensed fish propagation facility.  $\mathbf{2}$ "(5) As used in this section, food fish has the meaning [as defined] given 3 that term in ORS 506.011. 4  $\mathbf{5}$ 6

## **"SHELLFISH AQUACULTURE**

"SECTION 12. Section 13 of this 2023 Act is added to and made a 8 9 part of ORS chapter 622.

"SECTION 13. (1) Before approving an application for shellfish cul-10 tivation under this chapter, the State Department of Agriculture shall 11 evaluate the cumulative impact of all existing shellfish cultivation in 12 the vicinity of the proposed shellfish cultivation. 13

"(2) The department shall adopt rules to implement this chapter 14 that: 15

"(a) Prohibit the use of pesticides in shellfish cultivation. 16

"(b) Require shellfish cultivators to minimize the use of plastics in 17 shellfish cultivation, to the maximum extent feasible. 18

"(3) The provisions of subsection (1) of this section and rules 19 adopted under subsection (2) of this section do not apply to a business 20entity that: 21

"(a) Is owned and operated independently from all other businesses; 22and 23

"(b) Has annual gross revenues of less than \$500,000, as reported on 24a tax return submitted to the federal government or the Department 25of Revenue. 26

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### **"CAPTIONS**

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"SECTION 14. The unit captions used in this 2023 Act are provided 30

SB 89-1 1/23/23 Proposed Amendments to SB 89 for the convenience of the reader and do not become part of the statutory law of this state or express any legislative intent in the enactment of this 2023 Act.".

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