Introduced by Senator DeSaulnier

February 22, 2013

An act to add Article 6 (commencing with Section 108670) to Chapter 5 of Part 3 of Division 104 of the Health and Safety Code, relating to public health.

LEGISLATIVE COUNSEL'S DIGEST

SB 747, as introduced, DeSaulnier. Public Health Impact Report. Existing law requires the State Department of Public Health to regulate various consumer products, including food and drugs, for the protection of the people of the state.

This bill, known as the Public Health Epidemic Protection Act of 2013, would require the department, for every product intended for consumer consumption for which it has credible evidence that the product significantly contributes to a significant public epidemic, to conduct a risk assessment evaluation to determine whether the product contributes significantly to a significant public health epidemic, as defined, and whether the adverse public health risk would have a fiscal impact on the state of \$50,000,000 or more. The bill would authorize the department to charge the manufacturer of the product for the reasonable costs of producing the risk assessment and would create the Public Health Fund, to be used by the department, upon appropriation by the Legislature, to fund the program. If the department determines that the criteria are met, the bill would require the manufacturer to create, for approval of the department, a public health impact report (PHIR) containing specified information, including a list of adverse public health impacts and a mitigation plan for those impacts. The bill would authorize the department to enforce the PHIR and would authorize the department to restrict or suspend sales of the product in the state if

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the PHIR is insufficient or if the manufacturer is not complying with the terms of the PHIR.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. The Legislature finds and declares all of the following:

- (a) Public health for the people of the state is now, and in the future, a matter of statewide concern.
- (b) The health and well-being of all people is a critical element in supporting a healthy and prosperous California, including economic sustainability, increasing workforce participation and productivity, and slowing the ongoing rise of medical care expenditures.
- (c) California and its residents face a growing burden of largely preventable chronic illness, including heart disease, stroke, obesity, and diabetes.
- (d) It is the intent of the Legislature to find ways to develop and maintain public health, prevent negative public health risks, provide the people of the state with protection from products sold in the state that pose significant negative health risks, and development mitigation strategies.
- (e) It is the intent of the Legislature to take immediate steps to identify products sold in the state for consumer consumption that pose a critical public health risk and coordinate any actions necessary to prevent or mitigate those risks.
- (f) It is the intent of the Legislature to regulate products sold in the state for consumer consumption that pose significant public health risks and mitigate their use in order to prevent chronic illness and improve public health.
- SEC. 2. Article 6 (commencing with Section 108670) is added to Chapter 5 of Part 3 of Division 104 of the Health and Safety Code, to read:

Article 6. Public Health Impact Assessments

108670. This article shall be known, and may be cited, as the Public Health Epidemic Protection Act of 2013.

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108671. (a) The State Department of Public Health shall, for every product intended for consumer consumption that the department has credible evidence that the product significantly contributes to a significant public epidemic, conduct a risk assessment evaluation. The department, in doing the risk assessment evaluation, shall use currently available research, data, and studies to determine the following:

- (1) If the product contributes significantly to a significant public health epidemic, as recognized by the federal Centers for Disease Control and Prevention.
- (2) If there is evidence that the adverse public health risk would have a fiscal impact on the state of fifty million dollars (\$50,000,000) or more.
- (b) The department may charge the manufacturer of the product for the reasonable costs of producing the risk assessment pursuant to this section. Fees collected pursuant to this subdivision shall be placed in the Public Health Fund, which is hereby established in the State Treasury and which may be used by the department, upon appropriation by the Legislature, for the implementation of this article.
- 108672. (a) If a risk assessment determines that the product meets both of the requirements in subdivision (a) of Section 108671, the department shall require the product's manufacturer to create a public health impact report (PHIR). The PHIR shall be submitted to the department for approval.
 - (b) The PHIR shall include all of the following:
- (1) A list of adverse public health impacts that cannot be avoided if the product is sold in the state.
 - (2) The benefits, costs, and alternatives to the consumer product.
 - (3) Alternatives available, if any.
- (4) A mitigation plan sufficient to minimize the adverse public health impacts identified in paragraph (1).
- (c) The department may take actions necessary to enforce the PHIR, including, but not limited to, requiring that the manufacturer establish a trust or place moneys in escrow sufficient to cover the estimated costs of implementation.
- (d) If the department determines that the PHIR prepared by the manufacturer is insufficient or that the manufacturer is not complying with the terms of the PHIR, then the department may restrict or prohibit the sale of the product in this state.

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- 1 108673. The department shall enact all regulations necessary
- to implement this article pursuant to the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code).