

## CHAPTER 6

# PROCESSORS LAW

## Who Needs This License?



### PROCESSOR

Any person that is engaged in the business of processing or manufacturing any farm product, that solicits, buys, contracts to buy, or otherwise takes title to, or possession or control of, any farm product from the producer of the farm product for the purpose of processing or manufacturing it and selling, reselling, or redelivering it in any dried, canned, extracted, fermented, distilled, frozen, eviscerated, or other preserved or processed form. It does not, however, include any retail merchant that has a fixed or established place of business in this state and does not sell at wholesale any farm product which is processed or manufactured by him (FAC Section 55407).



### CASH-BUYING PROCESSOR

Any person who is engaged in the business of processing or manufacturing any farm product; who obtains from the producer of any farm product, title to, or possession or control of the farm product; and who buys or agrees to buy any farm product, by cash payment of the full agreed price of such product to the producer at the time of obtaining possession or control or at the time of contracting for title to, or possession or control of any farm product (FAC Section 55402.5).

**IF YOU FALL IN ONE OF THESE CATEGORIES, YOU ARE REQUIRED TO HAVE A LICENSE UNDER THE PROCESSORS LAW.**

