STATE REGULATIONS FOR SELLING AT FARMERS' MARKETS:
A Guide for Market Managers and Vendors

The following is a list of State Agencies responsible for promoting food safety, consumer protection and vendor success at farmers' markets

**Agency of Agriculture, Food & Markets**
116 State Street Montpelier, VT 05620-2901
Website: [www.vermontagriculture.com](http://www.vermontagriculture.com)

**Dairy Products**
Any vendor interested in selling dairy products (milk, cheese, butter, goat's milk cheese, etc.) must meet labeling and requirements and be licensed through the Vermont Department of Agriculture, Food & Markets. Contact the Dairy Division at (802) 828-2433.

Licenses required:
- Milk handler’s license: for anyone selling dairy products they produce
- Retail license: to sell prepackaged product
- Frozen dessert license: for ice cream and other frozen dairy products

Raw milk can be advertised and pre-bought at a farmers market but not delivered at a farmers market.

**Meat products**
Any vendor interested in selling meat products must be licensed through the Vermont Department of Agriculture, Food & Markets (exceptions are game birds, rabbits, and venison). Contact the Meat Inspection Section at (802) 828-2426.

- Farmer’s Market retail license: for Red meat and *inspected* poultry. *Any* red meat sold at Farmer’s Markets is required to be inspected- there is no exemption for red meat. It should have a mark of inspection on the product, either a VT legend or a federal USDA legend.
- For uninspected poultry: no license needed. All of the labeling requirements in [6 VSA §3312](http://www.legis.state.vt.us/billstatus/) also apply to their product. The meat must carry a label telling consumers that it was not slaughtered under inspection and is to be used for home consumption only.

Note that there exists the so-called “two store exemption” (which is still applicable but it is not limited to two stores as long as the ownership is the same) where a store that has an acceptable area for handling and further preparation of meat products can transfer that product between stores by company employees and no intervening storage. This could result in retail products being offered for sale at farmer’s markets without a mark of inspection since the retailer cannot re-apply the mark.
Eggs
Any vendor selling eggs at a farmers' market must comply with labeling regulations and grading requirements. Contact the Consumer Assurance Section at (802) 828-2436.

Scale certification
Any vendor selling products across a scale must have a scale that is legal for trade and certified by the Agency of Agriculture. Contact the Consumer Assurance Division at (802) 828-2436.

Labeled products
Any vendor selling a packaged product (including preserves, pickles, baked goods, etc.) must comply with the Vermont State Packaging and Labeling Law. Contact the Consumer Assurance Section at (802) 828-2436.

Department of Health
P.O. Box 70, 108 Cherry St., Burlington, VT 05402
Website: www.healthyvermonters.info/

Baked Goods
Vendors at a farmers market who are baking for the purpose of selling product may need to be licensed through the Department of Health. Contact the Food and Lodging Program at 1-800-439-8550.

- Home Baking License: covers those who wish to prepare baked goods (those whose primary ingredient is flour) such as breads, cakes, cookies, pies, etc. This license has the same requirements as the Home Catering License. An exemption does exist for individuals selling at farmers markets with gross sales less than $125 a week averaged over the entire year. Contact the Department to see if your operation qualifies for this exemption.

Prepared Foods
Any vendor at a farmers' market who is cooking, preparing or altering food onsite for sale must obtain a fair stand license or commercial caterer's license. Contact the Food and Lodging Program at 1-800-439-8550.

- Fair Stand License: covers those who wish to do the food preparation at the Farmers' Market. This license requires hand-washing facilities with hot and cold running water at a sink; enclosed holding tank to collect the grey water from the sink; adequate refrigeration and hot-holding units; flooring; and proper garbage disposal.
- Home Catering License: covers those who wish to prepare food at home and bring it to the Farmers' Market, packaged and ready for sale. If necessary, adequate refrigeration and/or hot-holding units must be provided. This license requires an inspection of your
home kitchen, including a survey of your private water supply with water sampling. If you are on a public water system, this would not be necessary.

Any vendor who prepares food off-site and brings it to the market wrapped to be sold and not reheated or altered on-site requires a Home Caterer, Commercial Baker, or Home Baker license (again, a licensing exemption exists for home bakers with gross receipts <$125 per week).

Licensed Food Processors can also sell jarred or packaged product at the market. Processors with gross receipts <$10,000 per year do not require a license.

**Vendors Selling To Restaurants**
A vendor selling any product to restaurants must be licensed by the Dept. of Health. Contact the Food and Lodging Program at 1-800-439-8550.

**For more information:**
- Health Regulations for Food Service Establishments, where the "Classification of Food Establishment Licenses" are defined on p. 2 of the document: [http://www.healthvermont.gov/regs/03food_estab.pdf](http://www.healthvermont.gov/regs/03food_estab.pdf)

**Secretary of State's Office**
Redstone Building, 26 Terrace Street, Drawer 09, Montpelier, Vermont 05609-1101
Website: [www.sec.state.vt.us](http://www.sec.state.vt.us)

**Tradename**
Any vendor interested in registering their company tradename should contact the Secretary of State at (802) 828-2366.

**Department of Taxes**
109 State St., Montpelier, VT 05609-1401
Website: www.state.vt.us/tax

**Business Tax Number**
Any vendor selling non-food items (exceptions are vegetable plants, herbs, edible flowers, etc.) must obtain a Vermont business tax number. Contact the Vermont Department of Taxes at (802) 828-2551.

**Rooms and Meals Tax**
Any vendor selling a prepared food should contact the Vermont Department of Taxes at (802) 828-2551 for more information.
Depending on the goods they offer, vendors may be subject to either Rooms and Meals Tax or Sales and Use Tax. Also, some towns have local option taxes. Farmers markets are not responsible for making sure their vendors collect and pay the appropriate taxes. It is the job of the individual vendor to meet these requirements of the state. Some business tax information for Vermont is presented here. For more information, contact the Vermont Department of Taxes at (802) 828-2551 and request the Guide to Vermont Business Taxes.

**Meals Tax**
This is a tax on the receipts from the sale of taxable meals and non-alcoholic beverages. Vendors selling prepared foods and individual portions of baked goods or beverages at your market must collect this tax. The current tax is 9%. A tax chart can be found in Appendix IX or on-line from the Vt. Department of Taxes. www.state.vt.us/tax

**Sales Tax**
This tax is on retail sales in Vermont. At a farmers' market, this would apply to vendors selling crafts. The tax rate is currently 6%, and a tax chart can be found in Appendix IX or on-line at the Vt. Department of Taxes, www.state.vt.us/tax.

**Local Option Taxes**
Currently Manchester, Rutland, Williston and Stratton have a 1% local tax that is charged in addition to the state sales tax. Other towns may adopt such a tax in the future. Check with the Vt. Department of Taxes about filing these taxes. Tax charts including these local option taxes are also available at www.state.vt.us/tax.

**Federal Taxpayer Identification Number (TIN/EIN)**
If your farmers' market does not have a TIN/EIN, you should apply for one in the name of the farmer's market. Use Form W-7, Application for IRS Individual Taxpayer Identification Number, to apply for an ITIN, or Form SS-4, Application for Employer Identification Number, to apply for an EIN. You can apply for an EIN online by accessing the IRS website at www.irs.gov/businesses and clicking on Employer Identification Number (EIN) under Starting a Business. You can get Forms W-7 and SS-4 from the IRS by visiting www.irs.gov or by calling 1-800-TAX-FORM (1-800-829-3676)