H. R. 4979

To regulate market concentration and competition in the food and agriculture industry, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

July 27, 2023

Mr. Casar (for himself, Mr. Blumenauer, Ms. Adams, Mr. Bowman, Ms. Budzinski, Ms. Bush, Mr. Deluzio, Mr. Doggett, Mr. Frost, Mr. Garamendi, Mr. García of Illinois, Ms. Jackson Lee, Ms. Jayapal, Mr. Johnson of Georgia, Mr. McGovern, Ms. Sánchez, Mr. Thanedar, Ms. Tlaib, and Mr. Vargas) introduced the following bill; which was referred to the Committee on Agriculture, and in addition to the Committee on the Judiciary, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To regulate market concentration and competition in the food and agriculture industry, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Fairness for Small-Scale Farmers and Ranchers Act".
- 6 (b) Table of Contents for
- 7 this Act is as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Findings.
- Sec. 3. Definitions.

TITLE I—MORATORIUM ON AND REVIEW OF LARGE AGRIBUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS

- Sec. 101. Moratorium on large agribusiness, food and beverage manufacturing, and grocery retail mergers.
- Sec. 102. Retroactive review of large agribusiness, food and beverage manufacturing, and grocery retail mergers.

TITLE II—FARM SYSTEM REFORMS

- Sec. 201. Local agriculture market program.
- Sec. 202. Restoration of mandatory country of origin labeling for beef and pork; inclusion of dairy products.
- Sec. 203. Definitions in Packers and Stockyards Act, 1921.
- Sec. 204. Unlawful practices.
- Sec. 205. Spot market purchases of livestock by packers.
- Sec. 206. Investigation of live poultry dealers.
- Sec. 207. Ensuring fair practices in agriculture.
- Sec. 208. Award of attorney fees.
- Sec. 209. Review and report on fragility and national security in the food system.
- Sec. 210. Technical amendments.

TITLE III—PROVIDING RESOURCES FOR BEGINNING, RETIRING, AND SOCIALLY DISADVANTAGED FARMERS AND RANCHERS

Sec. 301. Reauthorization and increased funding for beginning, retiring, and socially disadvantaged farmers and ranchers.

TITLE IV—LIVESTOCK, DAIRY, AND POULTRY SUPPLY CHAIN INFRASTRUCTURE

- Sec. 401. Livestock, dairy, and poultry supply chain infrastructure grants and loans.
- Sec. 402. Pilot program for increased accessibility to inspection and technical assistance for eligible processing facilities.

1 SEC. 2. FINDINGS.

- 2 Congress finds the following:
- 3 (1) Concentration in the food and agricultural
- 4 economy, including mergers, acquisitions, and other
- 5 combinations and alliances among suppliers, pack-
- 6 ers, integrators, other food processors, distributors,
- 7 and retailers has been accelerating at a rapid pace

- since the 1980s, and particularly since the 2007 through 2009 recession.
- (2) The trend toward greater concentration in food and agriculture has important and far reaching implications not only for family farmers, but also for food chain workers, the food we eat, the communities we live in, the integrity of the natural environment upon which we all depend, and for our collective public health.
 - (3) The infant formula industry, for example, has reached an alarming level of corporate concentration with 4 companies now controlling nearly 90 percent of the infant formula market. A disruption in the supply of just 1 infant formula producer now presents a grave risk to infant health in the United States.
 - (4) In the past 4 decades, the top 4 largest pork packers have seized control of 70 percent of the market, up from 36 percent. Over the same period, the top 4 beef packers have expanded their market share from 32 percent to 85 percent. The top 4 flour millers have increased their market share from 40 percent to 64 percent. The market share of the top 4 soybean crushers has jumped from 54 percent to 79 percent, and the top 4 wet corn processors con-

- trol of the market has increased from 63 percent to 86 percent.
 - (5) Today the top 4 sheep, poultry, and fluid milk processors now control 62 percent, 54 percent, and 50 percent of the market, respectively.
 - (6) The top 4 grain companies today control as much as 90 percent of the global grain trade.
 - (7) During the past 5 years there has been a wave of consolidation among global seed and crop-chemical firms, 3 companies now control nearly 2/3 of the world's commodity crop seeds. Those same 3 companies now also control nearly 70 percent of all agricultural chemicals and pesticides.
 - (8) In the United States, the 4 largest corn seed sellers accounted for 85 percent of the market in 2015, up from 60 percent in 2000. Over the past 20 years, the cost for an acre's worth of seeds for an average corn farmer has nearly quadrupled, and the cost of fertilizer has more than doubled. Yet corn yields increased only 36 percent over that time, and the price received for the sale of a bushel of corn increased only 31 percent.
 - (9) A handful of firms dominate the processing of every major commodity. Many of them are vertically integrated, which means that they control

- successive stages of the food chain, from inputs to production to distribution. The growing number and scale of cross-border agribusiness and food mergers have put foreign firms, often with considerable government backing, into prominent and even dominant positions in the United States beef, hog, poultry, seed, fertilizer, and agrichemical sectors.
 - (10) Growing concentration of the agricultural sector has restricted choices for farmers trying to sell their products. As the bargaining power of agribusiness firms over farmers increases, concentrated agricultural commodity markets are stacked against the farmer, with buyers of agricultural commodities often possessing regional dominance in the form of oligopsony or monopsony relative to sellers of such commodities.
 - (11) The high concentration and consolidation of buyers in agricultural markets has resulted in the thinning of both cash and future markets, thereby allowing dominant buyers to leverage their market shares to move those markets to the detriment of family farmers and ranchers.
 - (12) Buyers with oligopsonistic or monopsonistic power have incentives to engage in unfair and discriminatory acts that cause farmers to

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- 1 receive less than a competitive price for their goods.
- 2 At the same time, some Federal courts have incor-
- 3 rectly required a plaintiff to show harm to competi-
- 4 tion generally, in addition to harm to the individual
- 5 farmer, when making a determination that an un-
- 6 fair, unjustly discriminatory, deceptive, or pref-
- 7 erential act exists under the Packers and Stockyards
- 8 Act of 1921.
- 9 (13) The farmer's share of every retail dollar
- has plummeted from 41 percent in 1950, to less
- than 15 percent today, while the profit share for
- farm input, marketing, and processing companies
- has risen.
- 14 (14) While agribusiness conglomerates are post-
- ing record earnings, farmers are facing desperate
- times. Since 2013, net farm income for United
- 17 States farmers has fallen by more than half and me-
- dian on farm income was negative in 2020.
- 19 (15) The benefits of low commodity prices are
- 20 not being passed on to American consumers. The
- 21 gap between what shoppers pay for food and what
- farmers are paid is growing wider.
- 23 (16) The steadily rising price of food has out-
- paced growth in incomes for typical workers. Since
- 25 the Great Recession, the annual growth of real

- prices for food at the supermarket have risen nearly
 3 times faster than typical earnings.
 - (17) There is a growing consensus that economic consolidation contributes to the widening gap in economic opportunity in the United States and bigger, more dominant firms are more likely to deliver profits to investors than to raise wages or benefits. Mega-mergers in the food and agribusiness industries can lead to growing monopsony power abuse resulting in wage suppression, along with massive layoffs as companies shutter factories and facilities, harming working families and communities.
 - (18) Concentration, low prices, anticompetitive practices, and other manipulations and abuses of the agricultural economy are driving small family farmers out of business. Farmers are going bankrupt or giving up, and few are taking their places; more farm families are having to rely on other jobs to stay afloat. Seventy-nine percent of farm household income came from off farm work in 2020, up from 53 percent in 1960.
 - (19) Eighty-one percent of America's farmed cropland is now controlled by 15 percent of farms, and the number of farmers leaving the land will con-

- tinue to increase unless and until these trends are reversed.
- 3 (20) The decline of small family farms under-4 mines the economies of rural communities across 5 America; it has pushed Main Street businesses, from 6 equipment suppliers to small banks, out of business 7 or to the brink of insolvency.
 - (21) Increased concentration in the agribusiness sector has a harmful effect on the environment; corporate hog farming, for example, threatens the integrity of local water supplies and creates noxious odors in neighboring communities. Concentration also can increase the risks to food safety and limit the biodiversity of plants and animals.
 - (22) The decline of family farming poses a direct threat to American families and family values, by subjecting farm families to turmoil and stress. Farm advocates across the country are reporting an increase in farmer suicides over the past several years.
 - (23) The decline of family farming causes the demise of rural communities, as stores lose customers, churches lose congregations, schools and clinics become under-used, career opportunities for

- young people dry up, and local inequalities of wealth
 and income grow wider.
- 3 (24) These developments are not the result of 4 inevitable market forces. Its problems arise rather 5 from policies made in Washington, including farm, 6 antitrust, and trade policies.
 - (25) Past congressional action to remediate market failure, such as enacting country-of-origin labeling to provide transparency for domestic farmers, ranchers, and consumers regarding agricultural commodity origins, have been overturned for key commodities by oligopolistic conglomerates that use undifferentiated imports to reduce domestic farm prices.
 - (26) To restore competition in the agricultural economy, and to increase the bargaining power and enhance economic prospects for family farmers, the trend toward concentration must be reversed.

19 SEC. 3. DEFINITIONS.

In this Act:

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21 (1) AGRICULTURAL INPUT SUPPLIER.—The 22 term "agricultural input supplier" means any person 23 (excluding agricultural cooperatives) engaged in the 24 business of selling, in interstate or foreign com-25 merce, any product to be used as an input (including

- seed, germ plasm, hormones, antibiotics, fertilizer, and chemicals, but excluding farm machinery) for the production of any agricultural commodity, except that no person shall be considered an agricultural input supplier if sales of such products are for a value less than \$10,000,000 per year.
 - (2) BROKER.—The term "broker" means any person engaged in the business of negotiating sales and purchases of any agricultural commodity in interstate or foreign commerce for or on behalf of the vendor or the purchaser, except that no person shall be considered a broker if the only sales of such commodities are for a value less than \$10,000,000 per year.
 - (3) Commission merchant.—The term "commission merchant" means any person engaged in the business of receiving in interstate or foreign commerce any agricultural commodity for sale, on commission, or for or on behalf of another, except that no person shall be considered a commission merchant if the only sales of such commodities are for a value less than \$10,000,000 per year.
 - (4) Dealer.—The term "dealer" means any person (excluding agricultural cooperatives) engaged in the business of buying, selling, or marketing agri-

- cultural commodities in interstate or foreign commerce, except that—
- 3 (A) no person shall be considered a dealer 4 with respect to sales or marketing of any agri-5 cultural commodity of that person's own rais-6 ing; and
 - (B) no person shall be considered a dealer if the only sales of such commodities are for a value less than \$10,000,000 per year.
 - (5) DISTRIBUTOR.—The term "distributor" means any entity engaged in the business of distributing agricultural products from producers or manufacturers to consumers, restaurants, or retailers.
 - (6) INTEGRATOR.—The term "integrator" means an entity that contracts with farmers for grower services to raise chickens or hogs to slaughter size and weight. The integrator owns the chickens or hogs, supplies the feed, slaughters, and further processes the poultry or pork.
 - (7) PROCESSOR.—The term "processor" means any person (excluding agricultural cooperatives) engaged in the business of handling, preparing, or manufacturing (including slaughtering and food and beverage manufacturing) of an agricultural commodity, or the products of such agricultural com-

1	modity, for sale or marketing for human consump-
2	tion, except that no person shall be considered a
3	processor if the only sales of such products are for
4	a value less than \$10,000,000 per year.
5	(8) Retailer.—The term "retailer" means any
6	person (excluding agricultural cooperatives, coopera-
7	tive retailers, and cooperative distributers) licensed
8	as a retailer under the Perishable Agriculture Com-
9	modities Act of 1930 (7 U.S.C. 499a(b)), except
10	that no person shall be considered a retailer if the
11	only sales of such products are for a value less than
12	\$10,000,000 per year.
13	TITLE I-MORATORIUM ON AND
14	REVIEW OF LARGE AGRI-
14 15	REVIEW OF LARGE AGRI- BUSINESS, FOOD AND BEV-
15	BUSINESS, FOOD AND BEV-
15 16	BUSINESS, FOOD AND BEV- ERAGE MANUFACTURING,
15 16 17	BUSINESS, FOOD AND BEV- ERAGE MANUFACTURING, AND GROCERY RETAIL MERG-
15 16 17 18	BUSINESS, FOOD AND BEV- ERAGE MANUFACTURING, AND GROCERY RETAIL MERG- ERS
15 16 17 18 19	BUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS SEC. 101. MORATORIUM ON LARGE AGRIBUSINESS, FOOD
15 16 17 18 19 20	BUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS SEC. 101. MORATORIUM ON LARGE AGRIBUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY AND GROCERY RETAIL MERGERS.
15 16 17 18 19 20 21	BUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS SEC. 101. MORATORIUM ON LARGE AGRIBUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS.
15 16 17 18 19 20 21 22	BUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS SEC. 101. MORATORIUM ON LARGE AGRIBUSINESS, FOOD AND BEVERAGE MANUFACTURING, AND GROCERY RETAIL MERGERS. (a) IN GENERAL.—

(A) no dealer, processor, commission merchant, agricultural input supplier, broker, or operator of a warehouse of agricultural commodities or retailer with annual net sales or total assets of more than \$222,000,000 shall merge or acquire, directly or indirectly, any voting securities or assets of any other dealer, processor, commission merchant, agricultural input supplier, broker, or operator of a warehouse of agricultural commodities or retailer with annual net sales or total assets of more than \$22,000,000; and

(B) no dealer, processor, commission merchant, agricultural input supplier, broker, or operator of a warehouse of agricultural commodities or retailer with annual net sales or total assets of more than \$22,000,000 shall merge or acquire, directly or indirectly, any voting securities or assets of any other dealer, processor, commission merchant, agricultural input supplier, broker, or operator of a warehouse of agricultural commodities or retailer with annual net sales or total assets of more than \$222,000,000 if the acquiring person would hold—

1	(i) 15 percent or more of the voting
2	securities or assets of the acquired person;
3	or
4	(ii) an aggregate total amount of the
5	voting securities and assets of the acquired
6	person in excess of \$21,000,000.
7	(2) Date.—The date referred to in this para-
8	graph is the effective date of comprehensive legisla-
9	tion enacted on or after the date on which the re-
10	views referred to in section 102(a) are completed—
11	(A) for addressing the problem of market
12	concentration in the food and agricultural sec-
13	tor; and
14	(B) that terminates the moratorium under
15	paragraph (1).
16	(b) Waiver Authority.—The Attorney General
17	shall have authority to waive the moratorium imposed by
18	subsection (a) only under extraordinary circumstances,
19	such as insolvency or similar financial distress of 1 of the
20	affected parties.
21	(c) Exemptions.—The classes of transactions de-
22	scribed in section 7A(c) of the Clayton Act (15 U.S.C.
23	18a(c)) are exempt from subsection (a).
24	(d) Avoidance.—Any transaction or other device en-
25	tered into or employed for the purpose of avoiding the

- 1 moratorium contained in subsection (a) shall be dis-
- 2 regarded, and the application of the moratorium shall be
- 3 determined by applying subsection (a) to the substance of
- 4 the transaction.
- 5 (e) Rulemaking.—The Attorney General shall pro-
- 6 mulgate regulations that the Attorney General determines
- 7 are necessary to implement this section. In making the
- 8 determination under the preceding sentence, the Attorney
- 9 General shall consult with the Federal Trade Commission.
- 10 SEC. 102. RETROACTIVE REVIEW OF LARGE AGRIBUSINESS,
- 11 FOOD AND BEVERAGE MANUFACTURING,
- 12 AND GROCERY RETAIL MERGERS.
- 13 (a) IN GENERAL.—Not later than 2 years after the
- 14 date of enactment of this Act, the Attorney General and
- 15 the Federal Trade Commission shall review each merger
- 16 that the Attorney General and the Federal Trade Commis-
- 17 sion have reviewed since January 1, 2006, that was sub-
- 18 ject to a premerger notification and waiting period pursu-
- 19 ant to section 7A of the Clayton Act (15 U.S.C. 18a) in
- 20 which a dealer, processor, distributor, commission mer-
- 21 chant, agricultural input supplier, broker, or operator of
- 22 a warehouse of agricultural commodities or retailer
- 23 merged or acquired, directly or indirectly, any voting secu-
- 24 rities or assets of any other dealer, processor, distributor,
- 25 commission merchant, agricultural input supplier, broker,

- 1 or operator of a warehouse of agricultural commodities or
- 2 retailer.
- 3 (b) UNWINDING.—The Attorney General and the
- 4 Federal Trade Commission shall consider whether to un-
- 5 wind a merger reviewed under subsection (a) to restore
- 6 competition, and may so unwind such merger, if the Attor-
- 7 ney General or the Federal Trade Commission determines
- 8 that the merger brought material harm to—
- 9 (1) competition nationally or in local markets;
- 10 (2) farmers and ranchers;
- 11 (3) workers; or
- 12 (4) consumers.
- 13 (c) Investigative Authority.—In conducting a re-
- 14 view of a merger under subsection (a), the Attorney Gen-
- 15 eral shall have the same power as the Federal Trade Com-
- 16 mission under section 6(b) of the Federal Trade Commis-
- 17 sion Act (15 U.S.C. 46(b)) with respect to such review.
- 18 (d) Authorization of Appropriations.—In addi-
- 19 tion to such other amounts as may be made available to
- 20 the Federal Trade Commission and the Antitrust Division
- 21 of the Department of Justice, there is authorized to be
- 22 appropriated to carry out this section for fiscal year 2024
- 23 and each fiscal year thereafter—
- 24 (1) \$50,000,000 for the Federal Trade Com-
- 25 mission; and

1	(2) \$50,000,000 for the Antitrust Division of
2	the Department of Justice.
3	(e) Fines and Penalties.—The Federal Trade
4	Commission and the Antitrust Division of the Department
5	of Justice may use any funds from fines, penalties, and
6	settlements not returned to consumers for their respective
7	future operations.
8	(f) Additional Appropriations.—To the extent
9	there are insufficient funds from fines, penalties, settle-
10	ments, and fees received by the Federal Trade Commis-
11	sion and the Antitrust Division of the Department of Jus-
12	tice for the costs of their respective programs, projects,
13	and activities, there are appropriated, out of monies in the
14	Treasury not otherwise appropriated, for fiscal year 2024
15	and each fiscal year thereafter such sums as are necessary
16	for the costs of such programs, projects, and activities.
17	TITLE II—FARM SYSTEM
18	REFORMS
19	SEC. 201. LOCAL AGRICULTURE MARKET PROGRAM.
20	Section 210A(i)(1) of the Agricultural Marketing Act
21	of 1946 (7 U.S.C. 1627c(i)(1)) is amended by striking
22	"fiscal year 2019" and inserting "each of fiscal years
23	2024 and 2025, and \$500,000,000 for fiscal year 2026".

1	SEC. 202. RESTORATION OF MANDATORY COUNTRY OF ORI-
2	GIN LABELING FOR BEEF AND PORK; INCLU-
3	SION OF DAIRY PRODUCTS.
4	(a) Definitions.—Section 281 of the Agricultural
5	Marketing Act of 1946 (7 U.S.C. 1638) is amended—
6	(1) by redesignating paragraphs (1), (2)
7	through (5) , (6) , and (7) as paragraphs (2) , (4)
8	through (7), (9), and (10), respectively;
9	(2) by inserting before paragraph (2) (as so re-
10	designated) the following:
11	"(1) BEEF.—The term 'beef' means meat pro-
12	duced from cattle (including veal).";
13	(3) in paragraph (2) (as so redesignated)—
14	(A) in subparagraph (A)—
15	(i) in clause (i), by striking "lamb"
16	and inserting "beef, lamb, pork,";
17	(ii) in clause (ii), by striking "ground
18	lamb" and inserting "ground beef, ground
19	lamb, ground pork,";
20	(iii) in clause (x), by striking "and"
21	at the end;
22	(iv) in clause (xi), by striking the pe-
23	riod at the end and inserting "; and"; and
24	(v) by adding at the end the following:
25	"(xii) dairy products."; and

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                 (B) in subparagraph (B), by inserting
             "(other than clause (xii) of that subpara-
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            graph)" after "subparagraph (A)";
            (4) by inserting after paragraph (2) (as so re-
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        designated) the following:
             "(3) DAIRY PRODUCT.—The term 'dairy prod-
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        uct' means—
                 "(A) fluid milk;
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                 "(B) cheese, including cottage cheese and
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            cream cheese;
                 "(C) yogurt;
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                 "(D) ice cream;
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                 "(E) butter; and
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                 "(F) any other dairy product."; and
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             (5) by inserting after paragraph (7) (as so re-
        designated) the following:
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            "(8) PORK.—The term 'pork' means meat pro-
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        duced from hogs.".
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        (b) NOTICE OF COUNTRY OF ORIGIN.—Section
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   282(a) of the Agricultural Marketing Act of 1946 (7
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   U.S.C. 1638a(a)) is amended by adding at the end the
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   following:
             "(5) Designation of Country of Origin
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        FOR DAIRY PRODUCTS.—
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1	"(A) IN GENERAL.—A retailer of a covered
2	commodity that is a dairy product shall des-
3	ignate the origin of the covered commodity as—
4	"(i) each country in which or from
5	which the 1 or more dairy ingredients or
6	dairy components of the covered com-
7	modity were produced, originated, or
8	sourced; and
9	"(ii) each country in which the cov-
10	ered commodity was processed.
11	"(B) State, region, locality of the
12	UNITED STATES.—With respect to a covered
13	commodity that is a dairy product produced ex-
14	clusively in the United States, designation by a
15	retailer of the State, region, or locality of the
16	United States where the covered commodity
17	was produced shall be sufficient to identify the
18	United States as the country of origin.".
19	SEC. 203. DEFINITIONS IN PACKERS AND STOCKYARDS ACT,
20	1921.
21	Section 2(a) of the Packers and Stockyards Act,
22	1921 (7 U.S.C. 182(a)), is amended—
23	(1) in the matter preceding paragraph (1), by
24	striking "When used in this Act—" and inserting
25	"In this Act:";

1	(2) in paragraph (8), by striking "for slaugh-
2	ter" and all that follows through "of such poultry"
3	and inserting "under a poultry growing arrange-
4	ment, regardless of whether the poultry is owned by
5	that person or another person";
6	(3) in paragraph (9), by striking "and cares for
7	live poultry for delivery, in accord with another's in-
8	structions, for slaughter" and inserting "or cares for
9	live poultry in accordance with the instructions of
10	another person";
11	(4) in each of paragraphs (1) through (9), by
12	striking the semicolon at the end and inserting a pe-
13	riod;
14	(5) in paragraph (10)—
15	(A) by striking "for the purpose of either
16	slaughtering it or selling it for slaughter by an-
17	other"; and
18	(B) by striking "; and" at the end and in-
19	serting a period; and
20	(6) by adding at the end the following:
21	"(15) FORMULA PRICE.—
22	"(A) In General.—The term 'formula
23	price' means any price term that establishes a
24	base from which a purchase price is calculated
25	on the basis of a price that will not be deter-

1	mined or reported until a date that is after the
2	date on which the forward price is established.
3	"(B) Exclusion.—The term formula
4	price' does not include—
5	"(i) any price term that establishes a
6	base from which a purchase price is cal-
7	culated on the basis of a futures market
8	price; or
9	"(ii) any adjustment to the base for
10	quality, grade, or other factors relating to
11	the value of livestock or livestock products
12	that are readily verifiable market factors
13	and are outside the control of the packer.
14	"(16) FORWARD CONTRACT.—The term 'for-
15	ward contract' means an oral or written contract for
16	the purchase of livestock that provides for the deliv-
17	ery of the livestock to a packer at a date that is
18	more than 7 days after the date on which the con-
19	tract is entered into, without regard to whether the
20	contract is for—
21	"(A) a specified lot of livestock; or
22	"(B) a specified number of livestock over a
23	certain period of time.".

1 SEC. 204. UNLAWFUL PRACTICES.

1	SEC. 204, CINEMATOLI IMPOLICES.
2	(a) In General.—Section 202 of the Packers and
3	Stockyards Act, 1921 (7 U.S.C. 192), is amended to read
4	as follows:
5	"SEC. 202. UNLAWFUL ACTS.
6	"(a) Definitions.—In this section:
7	"(1) Base price.—
8	"(A) IN GENERAL.—The term 'base price'
9	means the price established in a poultry produc-
10	tion contract that corresponds to the stated
11	value provided by the independent contract pro-
12	ducer under the terms of the contract, prior to
13	the assessment of any performance-based pre-
14	mium or penalty.
15	"(B) Square footage.—The price de-
16	scribed in subparagraph (A) may be established
17	using the price per square foot of contracted
18	farm infrastructure or price per pound of poul-
19	try production.
20	"(2) Cooperative association of pro-
21	DUCERS.—The term 'cooperative association of pro-
22	ducers' means a cooperative association (as defined
23	in section 15(a) of the Agricultural Marketing Act

(12 U.S.C. 1141j(a))) engaged in marketing, bar-

gaining, shipping, or processing agricultural prod-

ucts.

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"(3) Expected performance standard.— The term 'expected performance standard' means, with respect to a poultry production contract, a standard established in the contract for the growth and health performance of live poultry under the management of an independent contract producer, which may include expected mortality, weight gain, or feed conversion efficiency. "(4) Independent contract producer.—

- "(4) Independent contract producer means an agricultural producer that—
 - "(A) enters into a contract to manage the production of an agricultural commodity owned by a live poultry dealer or another contracting party; and
 - "(B) is not a member of a cooperative association of producers that has engaged in bargaining with the other contracting party.
- "(5) MINIMUM PRICE.—The term 'minimum price' means a contractually guaranteed price floor within a poultry production contract below which the final price delivered to an independent contract producer may not be reduced, including by performance-based penalties.

- 1 "(6) Performance-based incentive for2 Mula.—The term 'performance-based incentive for3 mula' means a formula designed to compare the real
 4 performance of live poultry being managed by an
 5 independent contract producer relative to an ex6 pected performance standard.
- 7 "(7) POULTRY PRODUCTION CONTRACT.—The 8 term 'poultry production contract' means an oral or 9 written contract established between a live poultry 10 dealer and an independent contract producer in 11 which the independent contract producer provides 12 the land, farm infrastructure, or management labor 13 of the independent contract producer to house and raise live poultry owned by the live poultry dealer. 14 "(b) General Rule.—It shall be unlawful for any 15 packer or swine contractor with respect to livestock, 16 17 meats, meat food products, or livestock products in un-18 manufactured form, or for any live poultry dealer with re-19 spect to live poultry, to do any of the following:
- 20 "(1) Engage in or use any unfair, unjustly dis-21 criminatory, or deceptive practice or device.
- 22 "(2) Make or give any undue or unreasonable 23 preference or advantage to any particular person or 24 locality in any respect, or subject any particular per-

- son or locality to any undue or unreasonable prejudice or disadvantage in any respect.
 - "(3) Sell or otherwise transfer to or for any other packer, swine contractor, or any live poultry dealer, or buy or otherwise receive from or for any other packer, swine contractor, or any live poultry dealer, any article for the purpose or with the effect of apportioning the supply between any such persons, if such apportionment has the tendency or effect of restraining commerce or of creating a monopoly.
 - "(4) Sell or otherwise transfer to or for any other person, or buy or otherwise receive from or for any other person, any article for the purpose or with the effect of manipulating or controlling prices, or of creating a monopoly in the acquisition of, buying, selling, or dealing in, any article, or of restraining commerce.
 - "(5) Engage in any course of business or do any act for the purpose or with the effect or manipulating or controlling prices, or of creating a monopoly in the acquisition of, buying, selling, or dealing in, any article, or of restraining commerce.
 - "(6) Conspire, combine, agree, or arrange with any other person—

1	"(A) to apportion territory for carrying on
2	business;
3	"(B) to apportion purchases or sales of
4	any article; or
5	"(C) to manipulate or control prices.
6	"(7) Use, in effectuating any sale of livestock,
7	a forward contract that—
8	"(A) does not contain a firm base price
9	that may be equated to a fixed dollar amount
10	on the date on which the forward contract is
11	entered into;
12	"(B) is not offered for bid in an open, pub-
13	lic manner under which—
14	"(i) buyers and sellers have the oppor-
15	tunity to participate in the bid;
16	"(ii) more than 1 blind bid is solic-
17	ited; and
18	"(iii) buyers and sellers may witness
19	bids that are made and accepted;
20	"(C) is based on a formula price; or
21	"(D) provides for the sale of livestock in a
22	quantity in excess of—
23	"(i) in the case of cattle, 40 cattle;
24	"(ii) in the case of swine, 30 swine;
25	and

1	"(iii) in the case of another type of
2	livestock, a comparable quantity of that
3	type of livestock, as determined by the Sec-
4	retary.
5	"(8) Own or feed livestock directly, through a
6	subsidiary, or through an arrangement that gives a
7	packer operational, managerial, or supervisory con-
8	trol over the livestock, or over the farming operation
9	that produces the livestock, to such an extent that
10	the producer of the livestock is not materially par-
11	ticipating in the management of the operation with
12	respect to the production of the livestock, except
13	that this paragraph shall not apply to—
14	"(A) an arrangement entered into not
15	more than 7 business days before slaughter of
16	the livestock by a packer, a person acting
17	through the packer, or a person that directly or
18	indirectly controls, or is controlled by or under
19	common control with, the packer;
20	"(B) a cooperative or entity owned by a co-
21	operative, if a majority of the ownership inter-
22	est in the cooperative is held by active coopera-
23	tive members that—
24	"(i) own, feed, or control the livestock;
25	and

1	"(ii) provide the livestock to the coop-
2	erative for slaughter;
3	"(C) a packer that is not required to re-
4	port to the Secretary on each reporting day (as
5	defined in section 212 of the Agricultural Mar-
6	keting Act of 1946 (7 U.S.C. 1635a)) informa-
7	tion on the price and quantity of livestock pur-
8	chased by the packer; or
9	"(D) a packer that owns only 1 livestock
10	processing plant.
11	"(9) Take any action that adversely affects or
12	is likely to adversely affect competition, regardless of
13	whether there is a business justification for the ac-
14	tion.
15	"(10) Conspire, combine, agree, or arrange with
16	any other person to do, or aid or abet the doing of,
17	any act made unlawful by paragraphs (1) through
18	(9).
19	"(c) Unfair, Discriminatory, and Deceptive
20	PRACTICES AND DEVICES.—Acts by a packer, swine con-
21	tractor, or live poultry dealer that violate subsection (b)(1) $$
22	include the following:
23	"(1) Refusal to provide, on the request of a
24	livestock producer, swine production contract grow-
25	er, or poultry grower with which the packer, swine

1	contractor, or live poultry dealer has a marketing or
2	delivery contract, the relevant statistical information
3	and data used to determine the compensation paid
4	to the livestock producer, swine production contract
5	grower, or poultry grower, as applicable, under the
6	contract, including—
7	"(A) feed conversion rates by house, lot, or
8	pen;
9	"(B) feed analysis;
10	"(C) breeder history;
11	"(D) quality grade;
12	"(E) yield grade; and
13	"(F) delivery volume for any certified
14	branding program (such as programs for angus
15	beef or certified grassfed or Berkshire pork).
16	"(2) Conduct or action that limits or attempts
17	to limit by contract the legal rights and remedies of
18	a livestock producer, swine production contract
19	grower, or poultry grower, including the right—
20	"(A) to a trial by jury, unless the livestock
21	producer, swine production contract grower, or
22	poultry grower, as applicable, is voluntarily
23	bound by an arbitration provision in a contract;
24	"(B) to pursue all damages available under
25	applicable law; and

1	"(C) to seek an award of attorneys' fees,
2	if available under applicable law.
3	"(3) Termination of a poultry growing arrange-
4	ment or swine production contract with no basis
5	other than an allegation that the poultry grower or
6	swine production contract grower failed to comply
7	with an applicable law, rule, or regulation.
8	"(4) A representation, omission, or practice
9	that is likely to mislead a livestock producer, swine
10	production contract grower, or poultry grower re-
11	garding a material condition or term in a contract
12	or business transaction.
13	"(d) Undue or Unreasonable Preferences, Ad-
14	VANTAGES, PREJUDICES, AND DISADVANTAGES.—
15	"(1) In general.—Acts by a packer, swine
16	contractor, or live poultry dealer that violate sub-
17	section (b)(2) include the following:
18	"(A) The execution, termination, extension,
19	or renewal of a contract or agreement that ma-
20	terially disadvantages a livestock producer,
21	swine production contract grower, or poultry
22	grower unless the packer, swine contractor, or
23	live poultry dealer can show, by a preponder-
24	ance of the evidence, that the acts were pre-
25	dominantly motivated by—

1	"(i) compliance with applicable regula-
2	tions;
3	"(ii) a distinct and materially disad-
4	vantageous change to the financial rela-
5	tionship with the livestock producer, swine
6	production contract grower, or poultry
7	grower; or
8	"(iii) the termination of operations in
9	the geographic region by the packer, swine
10	contractor, or live poultry dealer.
11	"(B) The failure to meet the requirements
12	described in paragraph (2).
13	"(C) In the case of a poultry production
14	contract that contains a performance-based in-
15	centive formula, the failure to meet the require-
16	ments described in paragraph (3).
17	"(2) Payment by square footage.—The re-
18	quirements described in this paragraph are as fol-
19	lows:
20	"(A) Subject to subparagraph (B), a live
21	poultry dealer shall structure any poultry pro-
22	duction contract in a manner that provides for
23	payment by the square footage of the barn or
24	facility space in which the live birds that are
25	subject to the contract are reared and raised.

1	"(B) In lieu of providing for payment by
2	the square footage of the barn or facility space
3	in which the live birds that are subject to the
4	contract are reared and raised, a live poultry
5	dealer may meet the requirement specified in
6	subparagraph (A) if the dealer includes in the
7	poultry production contract an alternative base
8	price provision that was obtained through nego-
9	tiations with a cooperative association of pro-
10	ducers representing the individual independent
11	contract producer.
12	"(3) Use of Performance-Based incentive
13	FORMULA.—The requirements described in this
14	paragraph are as follows:
15	"(A) The poultry production contract shall
16	guarantee a minimum price.
17	"(B) The expected performance standard

- \parallel
- "(B) The expected performance standard in the poultry production contract shall be based on at least a 6-month rolling performance average of all producers in the complex of the independent contract producer.
- "(C) The performance-based incentive formula shall not assess a premium or penalty percentage that exceeds the percentage difference between the performance of the independent

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1	contract producer and the expected performance
2	average.
3	"(D) The expected performance standard
4	in the poultry production contract shall be
5	mathematically adjusted to account for expected
6	performance with respect to expected mortality,
7	weight, or feed conversion efficiency, with dif-
8	ferences relative to—
9	"(i) layer flock age and health;
10	"(ii) predelivery health issues;
11	"(iii) flock breed;
12	"(iv) flock pick-up age;
13	"(v) feed type;
14	"(vi) feed disruption of 6 hours or
15	more; and
16	"(vii) medical care protocols (such as
17	an antibiotic-free protocol).
18	"(E) The poultry production contract shall
19	include a procedure for settling payment out-
20	side of the performance-based payment formula,
21	through a performance average of at least the
22	last 5 flocks of the independent contract pro-
23	ducer, in the case of the independent contract
24	producer bringing an appeal related to input
25	quality or provision issues.

1	"(e) Harm to Competition Not Required.—In
2	determining whether an act, device, or conduct is a viola-
3	tion under paragraph (1) or (2) of subsection (b), a find-
4	ing that the act, device, or conduct adversely affected or
5	is likely to adversely affect competition is not required.".
6	(b) Effective Date.—
7	(1) In general.—Subject to paragraph (2),
8	paragraph (8) of section 202(b) of the Packers and
9	Stockyards Act, 1921 (7 U.S.C. 192) (as designated
10	by subsection (a)), shall take effect on the date of
11	enactment of this Act.
12	(2) Transition rules.—In the case of a pack-
13	er that, on the date of enactment of this Act, owns,
14	feeds, or controls livestock intended for slaughter in
15	violation of paragraph (8) of section 202(b) of the
16	Packers and Stockyards Act, 1921 (7 U.S.C. 192)
17	(as designated by subsection (a)), that paragraph
18	shall take effect—
19	(A) in the case of a packer of swine, begin-
20	ning on the date that is 18 months after the
21	date of enactment of this Act; and
22	(B) in the case of a packer of any other
23	type of livestock, beginning not later than 180
24	days after the date of enactment of this Act, as
25	determined by the Secretary.

1	SEC. 205. SPOT MARKET PURCHASES OF LIVESTOCK BY
2	PACKERS.
3	The Packers and Stockyards Act, 1921, is amended
4	by inserting after section 202 (7 U.S.C. 192) the fol-
5	lowing:
6	"SEC. 202A. SPOT MARKET PURCHASES OF LIVESTOCK BY
7	PACKERS.
8	"(a) Definitions.—In this section:
9	"(1) Covered Packer.—
10	"(A) IN GENERAL.—The term 'covered
11	packer' means a packer that is required under
12	subtitle B of the Agricultural Marketing Act of
13	1946 (7 U.S.C. 1635 et seq.) to report to the
14	Secretary each reporting day (as defined in sec-
15	tion 212 of the Agricultural Marketing Act of
16	1946 (7 U.S.C. 1635a)) information on the
17	price and quantity of livestock purchased by the
18	packer.
19	"(B) Exclusion.—The term covered
20	packer' does not include a packer that owns
21	only 1 livestock processing plant.
22	"(2) Nonaffiliated producer.—The term
23	'nonaffiliated producer' means a producer of live-
24	stock—
25	"(A) that sells livestock to a packer;

1	"(B) that has less than 1 percent equity
2	interest in the packer;
3	"(C) that has no officers, directors, em-
4	ployees, or owners that are officers, directors,
5	employees, or owners of the packer;
6	"(D) that has no fiduciary responsibility to
7	the packer; and
8	"(E) in which the packer has no equity in-
9	terest.
10	"(3) Spot market sale.—
11	"(A) IN GENERAL.—The term 'spot mar-
12	ket sale' means a purchase and sale of livestock
13	by a packer from a producer—
14	"(i) under an agreement that specifies
15	a firm base price that may be equated with
16	a fixed dollar amount on the date the
17	agreement is entered into;
18	"(ii) under which the livestock are
19	slaughtered not more than 7 days after the
20	date on which the agreement is entered
21	into; and
22	"(iii) under circumstances in which a
23	reasonable competitive bidding opportunity
24	exists on the date on which the agreement
25	is entered into.

1	"(B) Reasonable competitive bidding
2	OPPORTUNITY.—For the purposes of subpara-
3	graph (A)(iii), a reasonable competitive bidding
4	opportunity shall be considered to exist if—
5	"(i) no written or oral agreement pre-
6	cludes the producer from soliciting or re-
7	ceiving bids from other packers; and
8	"(ii) no circumstance, custom, or
9	practice exists that—
10	"(I) establishes the existence of
11	an implied contract (as determined in
12	accordance with the Uniform Com-
13	mercial Code); and
14	"(II) precludes the producer from
15	soliciting or receiving bids from other
16	packers.
17	"(b) General Rule.—Of the quantity of livestock
18	that is slaughtered by a covered packer during each re-
19	porting day (as defined in section 212 of the Agricultural
20	Marketing Act of 1946 (7 U.S.C. 1635a)) in each plant,
21	the covered packer shall slaughter not less than the appli-
22	cable percentage specified in subsection (c) of the quantity
23	through spot market sales from nonaffiliated producers.
24	"(c) Applicable Percentages.—

1	"(1) In general.—Except as provided in para-
2	graph (2), the applicable percentage shall be 50 per-
3	cent.
4	"(2) Exceptions.—In the case of a covered
5	packer that reported to the Secretary in the 2020
6	annual report that more than 60 percent of the live-
7	stock of the covered packer were committed procure-
8	ment livestock, the applicable percentage shall be the
9	greater of—
10	"(A) the difference between the percentage
11	of committed procurement livestock so reported
12	and 100 percent; and
13	"(B)(i) during each of calendar years 2024
14	and 2025, 20 percent;
15	"(ii) during each of calendar years 2026
16	and 2027, 30 percent; and
17	"(iii) during calendar year 2028 and each
18	calendar year thereafter, 50 percent.
19	"(d) Nonpreemption.—This section does not pre-
20	empt any requirement of a State or political subdivision
21	of a State that requires a covered packer to purchase on
22	the spot market a greater percentage of the livestock pur-
23	chased by the covered packer than is required under this
24	section."

1 SEC. 206. INVESTIGATION OF LIVE POULTRY DEALERS.

- 2 (a) Administrative Enforcement Authority
- 3 Over Live Poultry Dealers.—Sections 203, 204, and
- 4 205 of the Packers and Stockyards Act, 1921 (7 U.S.C.
- 5 193, 194, 195), are amended by inserting ", live poultry
- 6 dealer," after "packer" each place it appears.
- 7 (b) AUTHORITY TO REQUEST TEMPORARY INJUNC-
- 8 TION OR RESTRAINING ORDER.—Section 408 of the Pack-
- 9 ers and Stockyards Act, 1921 (7 U.S.C. 228a), is amend-
- 10 ed by inserting "or poultry care" after "on account of
- 11 poultry".
- 12 (c) Violations by Live Poultry Dealers.—Sec-
- 13 tion 411 of the Packers and Stockyards Act, 1921 (7
- 14 U.S.C. 228b–2), is amended—
- (1) in subsection (a), in the first sentence, by
- striking "any provision of section 207 or section 410
- 17 of"; and
- 18 (2) in subsection (b), in the first sentence, by
- striking "any provisions of section 207 or section
- 20 410" and inserting "any provision".
- 21 SEC. 207. ENSURING FAIR PRACTICES IN AGRICULTURE.
- Not later than 30 days after the date of the enact-
- 23 ment of this Act, the Secretary of Agriculture shall imple-
- 24 ment, without amendment, the final rule titled "Unfair
- 25 Practices and Undue Preferences in Violation of the Pack-
- 26 ers and Stockyards Act" and published in the Federal

1	Register by the Department of Agriculture on December
2	20, 2016 (81 Fed. Reg. 92703).
3	SEC. 208. AWARD OF ATTORNEY FEES.
4	Section 204 of the Packers and Stockyards Act, 1921
5	(7 U.S.C. 194), is amended by adding at the end the fol-
6	lowing:
7	"(i) Attorney's fee.—The court
8	shall award a reasonable attorney's fee as
9	part of the costs to a prevailing plaintiff in
10	a civil action under this section.".
11	SEC. 209. REVIEW AND REPORT ON FRAGILITY AND NA-
12	TIONAL SECURITY IN THE FOOD SYSTEM.
13	(a) In General.—Not later than 180 days after the
14	date of enactment of this Act, the Comptroller General
15	of the United States shall—
16	(1) conduct a review of the fragility of the food
17	system in the United States with respect to meat,
18	poultry, and dairy; and
19	(2) submit to Congress a report containing the
20	results of such review.
21	(b) Requirements.—The report under subsection
22	(a) shall include information on, and an analysis of—
23	(1) the reach of corporate consolidation and
24	corporate control of the meat, poultry, and dairy

1	supply chain, including animal feed, inputs for ani-
2	mal feed, processing, and distribution;
3	(2) the effects of corporate consolidation and
4	corporate control of the meat, poultry, and dairy
5	supply chain on—
6	(A) consumers, farmers, rural commu-
7	nities, and meat, poultry, and dairy processing
8	workers;
9	(B) greenhouse gas emissions, climate
10	change, and costs borne by communities to
11	adapt to climate change;
12	(C) water quality, soil quality, air quality,
13	and biodiversity; and
14	(D) politics and political lobbying;
15	(3)(A) the extent to which Department of Agri-
16	culture rules and regulations designed for large cov-
17	ered establishments are applied to small- and me-
18	dium-sized covered establishments; and
19	(B) the need for the Secretary of Agriculture to
20	adapt rules and regulations to benefit small- and
21	medium-sized covered establishments;
22	(4) the effects of the COVID-19 pandemic on
23	meat, poultry, and dairy exports; meat, poultry, and
24	dairy cold storage inventories; processing rates of

1	meat, poultry, and dairy; and the net profits earned
2	by owners of covered establishments;
3	(5) the effect of the COVID-19 pandemic on
4	meat, poultry, and dairy prices paid—
5	(A) to farmers; and
6	(B) by consumers;
7	(6) Federal support for the corporations that
8	control the largest percentage of the meat, poultry,
9	and dairy industry through contracts, procurement,
10	subsidies, and other mechanisms;
11	(7) the risk of disruption caused by corporate
12	consolidation among covered establishments, includ-
13	ing an analysis of food supply chain issues resulting
14	from the COVID-19 pandemic; and
15	(8) the extent to which breaking up the meat
16	packing oligopoly and the dairy processing oligopoly
17	would increase food system resiliency for the next
18	pandemic.
19	(c) COVERED ESTABLISHMENT DEFINED.—In this
20	section, the term "covered establishment" means—
21	(1) an establishment that is subject to inspec-
22	tion under the Federal Meat Inspection Act (21
23	USC 601 et seg.):

1	(2) an establishment that is subject to inspec-
2	tion under the Poultry Products Inspection Act (21
3	U.S.C. 451 et seq.); and
4	(3) an establishment—
5	(A) that is a dairy operation (as defined in
6	section 1401 of the Agricultural Act of 2014 (7
7	U.S.C. 9051)); or
8	(B) that processes dairy.
9	SEC. 210. TECHNICAL AMENDMENTS.
10	(a) Section 203 of the Packers and Stockyards Act,
11	1921 (7 U.S.C. 193), is amended—
12	(1) in subsection (a), in the first sentence—
13	(A) by striking "he shall cause" and in-
14	serting "the Secretary shall cause";
15	(B) by striking "his charges" and inserting
16	"the charges"; and
17	(C) by striking "evidence introduced
18	against him" and inserting "evidence intro-
19	duced against the packer, live poultry dealer, or
20	swine contractor';
21	(2) in subsection (b), in the first sentence, by
22	striking "he shall make a report in writing in which
23	he shall state his findings" and inserting "the Sec-
24	retary shall make a report in writing in which the

1	Secretary shall state the findings of the Secretary"
2	and
3	(3) in subsection (c), by striking "he" and in-
4	serting "the Secretary".
5	(b) Section 204 of the Packers and Stockyards Act
6	1921 (7 U.S.C. 194), is amended—
7	(1) in subsection (a), by striking "he has his"
8	and inserting "the packer, live poultry dealer, or
9	swine contractor has its";
10	(2) in subsection (c), by striking "his officers
11	directors, agents, and employees" and inserting "the
12	officers, directors, agents, and employees of the
13	packer, live poultry dealer, or swine packer";
14	(3) in subsection (f), in the second sentence—
15	(A) by striking "his findings" and insert-
16	ing "the findings of the Secretary"; and
17	(B) by striking "he" and inserting "the
18	Secretary"; and
19	(4) in subsection (g), by striking "his officers
20	directors, agents, and employees" and inserting "the
21	officers, directors, agents, and employees of the
2.2.	packer live poultry dealer or swine packer"

1	TITLE III—PROVIDING RE-
2	SOURCES FOR BEGINNING,
3	RETIRING, AND SOCIALLY
4	DISADVANTAGED FARMERS
5	AND RANCHERS
6	SEC. 301. REAUTHORIZATION AND INCREASED FUNDING
7	FOR BEGINNING, RETIRING, AND SOCIALLY
8	DISADVANTAGED FARMERS AND RANCHERS.
9	(a) Mandatory Funding.—Section 2501(l)(1) of
10	the Food, Agriculture, Conservation, and Trade Act of
11	1990 (7 U.S.C. 2279(l)(1)) is amended—
12	(1) in subparagraph (C), by striking "and";
13	(2) in subparagraph (D), by striking "2023 and
14	each fiscal year thereafter." and inserting "2023;
15	and"; and
16	(3) by adding at the end the following:
17	"(E) \$100,000,000 for each of fiscal years
18	2024 through 2028.".
19	(b) Authorization of Appropriations.—Section
20	2501(l)(2) of the Food, Agriculture, Conservation, and
21	Trade Act of 1990 (7 U.S.C. 2279(l)(2)) is amended by
22	striking "\$50,000,000 for each of fiscal years 2019
23	through 2023" and inserting "\$100,000,000 for each of
24	fiscal years 2024 through 2028".

1 TITLE IV—LIVESTOCK, DAIRY,

2 AND POULTRY SUPPLY CHAIN

3 INFRASTRUCTURE

- 4 SEC. 401. LIVESTOCK, DAIRY, AND POULTRY SUPPLY CHAIN
- 5 INFRASTRUCTURE GRANTS AND LOANS.
- 6 Subtitle D of title III of the Consolidated Farm and
- 7 Rural Development Act (7 U.S.C. 1981 et seq.) is amend-
- 8 ed by adding at the end the following new section:
- 9 "SEC. 379I. LIVESTOCK, DAIRY, AND POULTRY SUPPLY
- 10 CHAIN INFRASTRUCTURE.
- 11 "(a) IN GENERAL.—The Secretary is authorized to
- 12 provide grants or make or insure loans under any of the
- 13 programs authorized by this Act, the Agricultural Mar-
- 14 keting Act of 1946 (7 U.S.C. 1621 et seq.), or the Rural
- 15 Electrification Act of 1936 (7 U.S.C. 901 et seq.), as the
- 16 Secretary determines to be appropriate, to assist farmers
- 17 and rural businesses and cooperatives to maintain or in-
- 18 crease the production, aggregation, processing, distribu-
- 19 tion, and marketing of value-added, niche, or regionally
- 20 marketed meat, dairy, and poultry products.
- 21 "(b) Priority.—In implementing subsection (a), the
- 22 Secretary shall give priority to grants or loans that will
- 23 help increase or enhance the availability and geographic
- 24 distribution of small processing facilities.

1	"(c) Small Processing Facility Defined.—In
2	this section, the term 'small processing facility' means—
3	"(1) a selected establishment (as defined in sec-
4	tion 501(a) of the Federal Meat Inspection Act (21
5	U.S.C. 683(a)));
6	"(2) a selected establishment (as defined in sec-
7	tion 31(a) of the Poultry Products Inspection Act
8	(21 U.S.C. 472(a))); and
9	"(3) an establishment that—
10	"(A) specializes in processing milk, cream,
11	or dairy products; and
12	"(B) processes fewer than 100,000 pounds
13	of milk, cream, or dairy products per day.".
14	SEC. 402. PILOT PROGRAM FOR INCREASED ACCESSIBILITY
15	TO INSPECTION AND TECHNICAL ASSIST-
16	ANCE FOR ELIGIBLE PROCESSING FACILI-
17	TIES.
18	(a) In General.—The Secretary shall carry out a
19	5-year pilot program within the Food Safety and Inspec-
20	tion Service—
21	(1) to expand the availability of processing in-
22	spectors, technical assistance, and onsite inspection
23	for eligible processing facilities, including no-cost

1	(2) to identify and train part-time inspectors
2	and technical assistance providers.
3	(b) Professional Experience.—The Secretary
4	shall determine the appropriate professional experience of
5	inspectors and providers described in subsection (a)(2),
6	which shall include individuals with expertise in veterinary
7	medicine, public health, food service management, and
8	animal science, as applicable.
9	(c) Definitions.—In this section:
10	(1) ELIGIBLE PROCESSING FACILITY.—The
11	term "eligible processing facility" means—
12	(A) an eligible facility described in section
13	764 of division N of the Consolidated Appro-
14	priations Act, 2021 (21 U.S.C. 473), that has
15	a labor peace agreement in place; and
16	(B) a dairy processing facility that has a
17	labor peace agreement in place.
18	(2) Labor Peace agreement.—The term
19	"labor peace agreement" means an agreement—
20	(A) between an employer and a labor orga-
21	nization that represents, or is actively seeking
22	to represent, the employees of the employer;
23	and
24	(B) under which such employer and labor
25	organization agree that—

1	(i) the employer—
2	(I) will not hinder any effort of
3	an employee to join a labor organiza-
4	tion; and
5	(II) will not take any ac-
6	tion that directly or indirectly indi-
7	cates or implies any opposition to an
8	employee joining a labor organization;
9	(ii) the labor organization agrees to
10	refrain from picketing, work stoppages, or
11	boycotts against the employer;
12	(iii) the employer provides the labor
13	organization with employee contact infor-
14	mation, and facilitates or permits labor or-
15	ganization access to employees at the
16	workplace, including facilitating or permit-
17	ting the labor organization to meet with
18	employees to discuss joining the labor or-
19	ganization; and
20	(iv) the employer shall, upon the re-
21	quest of the labor organization, recognize
22	the labor organization as the bargaining
23	representative of the employees if a major-
24	ity of the employees choose the labor orga-

1	nization	as	their	bargaining representa-
2	tive.			

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