JUNE 9, 2022

RULES COMMITTEE PRINT 117–50

TEXT OF H.R. 7606, LOWER FOOD AND FUEL

COSTS ACT

[Showing the text of H.R. 7606, H.R. 7764, H.R. 2518, H.R. 7675, and H.R. 4140, as ordered reported by the Committee on Agriculture, and H.R. 4410 and H.R. 1542, as introduced, each with modifications.]

1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be cited as the
- 3 "Lower Food and Fuel Costs Act".
- 4 (b) TABLE OF CONTENTS.—The table of contents for
- 5 this Act is as follows:
 - Sec. 1. Short title; table of contents.
 - Sec. 2. Secretary defined.

TITLE I—MEAT AND POULTRY SPECIAL INVESTIGATOR

Sec. 101. Office of the Special Investigator for Competition Matters.

TITLE II—ADDITIONAL NUTRIENT MANAGEMENT ASSISTANCE

Sec. 201. Additional nutrient management assistance.

TITLE III—AGRICULTURE AND FOOD SYSTEM SUPPLY CHAIN RESILIENCE AND CRISIS RESPONSE TASK FORCE

Sec. 301. Agriculture and Food System Supply Chain Resilience and Crisis Response Task Force.

TITLE IV—BIOFUEL INFRASTRUCTURE AND AGRICULTURE PRODUCT MARKET EXPANSION

Sec. 401. Biofuel infrastructure and agriculture product market expansion.

TITLE V—YEAR-ROUND FUEL CHOICE

Sec. 501. Ethanol waiver.

TITLE VI—PRODUCING RESPONSIBLE ENERGY AND CONSERVA-TION INCENTIVES AND SOLUTIONS FOR THE ENVIRONMENT (PRECISE)

- Sec. 601. Conservation loan and loan guarantee program.
- Sec. 602. Assistance to rural entities.
- Sec. 603. Environmental Quality Incentives Program.
- Sec. 604. Conservation Stewardship Program.
- Sec. 605. Delivery of technical assistance.

TITLE VII—BUTCHER BLOCK ACT

Sec. 701. Assistance for new and expanded livestock or poultry processors. Sec. 702. New and expanding livestock or poultry processing grants.

TITLE VIII—LOWER FOOD AND FUEL COSTS SUPPLEMENTAL APPROPRIATIONS ACT, 2022

1 SEC. 2. SECRETARY DEFINED.

2 In this Act, the term "Secretary" means the Sec-3 retary of Agriculture.

4 TITLE I—MEAT AND POULTRY

5 SPECIAL INVESTIGATOR

6 SEC. 101. OFFICE OF THE SPECIAL INVESTIGATOR FOR

7

COMPETITION MATTERS.

8 (a) IN GENERAL.—The Department of Agriculture
9 Reorganization Act of 1994 is amended by inserting after
10 section 216 (7 U.S.C. 6916) the following:

11 "SEC. 217. OFFICE OF THE SPECIAL INVESTIGATOR FOR12COMPETITION MATTERS.

13 "(a) ESTABLISHMENT.—There is established in the
14 Department an office, to be known as the 'Office of the
15 Special Investigator for Competition Matters' (referred to
16 in this section as the 'Office').

"(b) SPECIAL INVESTIGATOR FOR COMPETITION
 MATTERS.—The Office shall be headed by the Special In vestigator for Competition Matters (referred to in this sec tion as the 'Special Investigator'), who shall be a senior
 career employee appointed by the Secretary.

6 "(c) DUTIES.—The Special Investigator shall—

"(1) use all available tools, including subpoenas,
to investigate and prosecute violations of the Packers and Stockyards Act, 1921 (7 U.S.C. 181 et seq.)
by packers and live poultry dealers with respect to
competition and trade practices in the food and agricultural sector;

"(2) serve as a Department liaison to, and act
in consultation with, the Department of Justice and
the Federal Trade Commission with respect to competition and trade practices in the food and agricultural sector;

"(3) act in consultation with the Department of
Homeland Security with respect to national security
and critical infrastructure security in the food and
agricultural sector;

22 "(4) maintain a staff of attorneys and other23 professionals with appropriate expertise; and

24 "(5) in carrying out the requirements of this25 subsection, coordinate with the Office of the General

1	Counsel and the Packers and Stockyards Division of
2	the Agricultural Marketing Service.
3	"(d) PROSECUTORIAL AUTHORITY.—
4	"(1) IN GENERAL.—Notwithstanding title 28,
5	United States Code, the Special Investigator shall
6	have the authority to bring any civil or administra-
7	tive action authorized under the Packers and Stock-
8	yards Act, 1921 (7 U.S.C. 181 et seq.) against a
9	packer.
10	"(2) Effect.—Nothing in this section alters
11	the authority of the Secretary to issue a subpoena
12	pursuant to the Packers and Stockyards Act, 1921
13	(7 U.S.C. 181 et seq.).
14	"(3) NOTIFICATION.—With respect to any of
15	the actions brought under this subsection in Federal
16	district court, the Special Investigator shall notify
17	the Attorney General.".
18	(b) Conforming Amendment.—Section 296(b) of
19	the Department of Agriculture Reorganization Act of
20	1994 (7 U.S.C. 7014(b)) is amended by adding at the end
21	the following:
22	"(11) The authority of the Secretary to carry
23	out section 217.".
24	(c) TECHNICAL AMENDMENT.—Subtitle A of the De-
25	partment of Agriculture Reorganization Act of 1994 is

amended by redesignating the first section 225 (relating 1 to Food Access Liaison) (7 U.S.C. 6925) as section 224A. 2 **NUTRI-II—ADDITIONAL** TITLE 3 MANAGEMENT ASSIST-ENT 4 ANCE 5 SEC. 201. ADDITIONAL NUTRIENT MANAGEMENT ASSIST-6 7 ANCE.

8 (a) PAYMENTS.—During the period beginning on the 9 date of enactment of this section and ending on September 10 30, 2023, the Secretary shall provide payments under this 11 section to producers who have new or existing contracts 12 with the Secretary under the environmental quality incen-13 tives program to implement a nutrient management prac-14 tice or to adopt a precision agriculture practice.

(b) AMOUNT.—A payment to a producer under this
section shall be in an amount that, in combination with
the applicable payment under section 1240B(d) of the
Food Security Act of 1985 (16 U.S.C. 3839aa–2(d)), does
not exceed 100 percent of the costs of implementing the
nutrient management practice or adopting the precision
agriculture practice.

(c) AUTHORIZATION OF APPROPRIATIONS.—There is
authorized to be appropriated to carry out this section
\$500,000,000 for the period of fiscal years 2022 and
2023.

1 (d) DEFINITIONS.—In this section:

(1) ENVIRONMENTAL QUALITY INCENTIVES
PROGRAM.—The term "environmental quality incentives program" means the environmental quality incentives program established under subchapter A of
chapter 4 of subtitle D of title XII of the Food Security Act of 1985 (16 U.S.C. 3839aa et seq.).

8 (2) NUTRIENT MANAGEMENT PRACTICE.—The 9 term "nutrient management practice" means the 10 practice described in the conservation practice stand-11 ard for nutrient management established by the 12 Natural Resources Conservation Service, code 590, 13 dated May, 2019, or any successor conservation 14 practice standard for nutrient management estab-15 lished by the Natural Resources Conservation Serv-16 ice pursuant to title XII of the Food Security Act 17 of 1985 (16 U.S.C. 3801 et seq.).

TITLE III—AGRICULTURE AND FOOD SYSTEM SUPPLY CHAIN RESILIENCE AND CRISIS RE SPONSE TASK FORCE

5 SEC. 301. AGRICULTURE AND FOOD SYSTEM SUPPLY CHAIN
6 RESILIENCE AND CRISIS RESPONSE TASK
7 FORCE.

8 (a) IN GENERAL.—Subtitle B of title II of the De9 partment of Agriculture Reorganization Act of 1994 (7
10 U.S.C. 6931 et seq.) is amended by adding at the end
11 the following:

 12 "SEC. 229. AGRICULTURE AND FOOD SYSTEM SUPPLY

 13
 CHAIN RESILIENCE AND CRISIS RESPONSE

 14
 TASK FORCE.

15 "(a) ESTABLISHMENT.—Not later than 60 days after
16 the date of the enactment of this section, the Secretary
17 shall establish within the Department an Agriculture and
18 Food System Supply Chain Resilience and Crisis Response
19 Task Force (in this section referred to as the 'Task
20 Force').

21 "(b) MISSION.—The mission of the Task Force shall22 be to—

23 "(1) help to promote the leadership of the
24 United States with respect to the stability of the ag25 riculture and food system supply chain;

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1	"(2) encourage a government-wide approach
2	through partnerships and collaboration with the pri-
3	vate sector, labor organizations, the governments of
4	countries that are allies or key international part-
5	ners of the United States, States or political subdivi-
6	sions thereof, and Tribal governments in order to—
7	"(A) promote the resilience of the agri-
8	culture and food system supply chain; and
9	"(B) identify, prepare for, and respond to
10	shocks to the agriculture and food system sup-
11	ply chain;
12	"(3) monitor the resilience, diversity, security,
13	and strength of the agriculture and food system sup-
14	ply chain;
15	"(4) support the availability of agriculture and
16	food system supply chain goods for domestic manu-
17	facturers, domestic producers, and domestic enter-
18	prises in the United States and in countries that are
19	allies or key international partners;
20	"(5) assist the Federal Government in pre-
21	paring for and responding to shocks to the agri-
22	culture and food system supply chain;
23	"(6) support the creation of jobs with competi-
24	tive wages in the United States agriculture and food
25	system sector; and

"(7) coordinate executive branch actions nec essary to carry out the functions described in para graphs (1) through (6).

4 "(c) SPECIAL ADVISOR ON SUPPLY CHAIN RESIL5 IENCE AND CRISIS RESPONSE.—The head of the Task
6 Force shall be the Special Advisor on Supply Chain Resil7 ience and Crisis Response (in this section, referred to as
8 the 'Special Advisor') who shall be appointed by the Sec9 retary.

10 "(d) Agricultural and Food System Supply11 Chain Evaluation and Report.—

12 "(1) EVALUATION.—The Special Advisor, in 13 consultation with the Secretary of Commerce and 14 the Secretary of Transportation, shall conduct an 15 evaluation of the stability and reliability of the agri-16 culture and food system supply chain. The evalua-17 tion shall focus on the items listed in subsection (b). 18 "(2) REPORT TO CONGRESS.—Not later than 19 270 days after the date of the enactment of this sec-20 tion, the Special Advisor shall submit to the Com-21 mittee on Agriculture, the Committee on Energy and 22 Commerce, and the Committee on Transportation 23 and Infrastructure of the House of Representatives 24 and the Committee on Agriculture, Nutrition, and 25 Forestry and the Committee on Commerce, Science,

1	and Transportation of the Senate a report on the
2	evaluation conducted under subsection (a) that in-
3	cludes the following:
4	"(A) An evaluation of—
5	"(i) the strengths of the agriculture
6	and food system supply chain;
7	"(ii) the weaknesses of the agriculture
8	and food system supply chain;
9	"(iii) current and potential future
10	critical bottlenecks in the agriculture and
11	food system supply chain, including trans-
12	portation bottlenecks in the distribution of
13	agricultural inputs, processed and unproc-
14	essed food and food input products, and
15	consumer-ready food products;
16	"(iv) workforce challenges and oppor-
17	tunities in the agriculture and food system
18	supply chain; and
19	"(v) the overall stability and reliability
20	of the agriculture and food system supply
21	chain.
22	"(B) A discussion of existing Federal legal
23	barriers, if any, that negatively impact the sta-
24	bility and reliability of the agriculture and food
25	system supply chain.

1	"(C) Specific recommendations to improve
2	the security, safety, and resilience of the agri-
3	culture and food system supply chain, including
4	recommendations that address challenges iden-
5	tified under paragraph (1) and that also ad-
6	dress—
7	"(i) long-term strategies;
8	"(ii) industry best practices;
9	"(iii) risk-mitigation actions to pre-
10	vent future bottlenecks and vulnerabilities
11	at all levels of the agriculture and food sys-
12	tem supply chain; and
13	"(iv) legislative and regulatory actions
14	that would positively impact the security
15	and resilience of the agriculture and food
16	system supply chain.
17	"(e) TERMINATION.—The Task Force shall terminate
18	on the earlier of—
19	"(1) the date on which the report required by
20	subsection (d) is submitted; or
21	"(2) September 30, 2023.".
22	(b) TECHNICAL AMENDMENT.—Section 296(b) of the
23	Department of Agriculture Reorganization Act of 1994 (7
24	U.S.C. 7014(b)), as amended by section 101, is further
25	amended by adding at the end the following:

"(12) The authority of the Secretary to estab lish in the Department the Agriculture and Food
 System Supply Chain Resilience and Crisis Response
 Task Force in accordance with section 229.".

5TITLEIV—BIOFUELINFRA-6STRUCTUREANDAGRI-7CULTUREPRODUCTMARKET8EXPANSION

9 SEC. 401. BIOFUEL INFRASTRUCTURE AND AGRICULTURE

10

PRODUCT MARKET EXPANSION.

(a) AUTHORIZATION OF APPROPRIATIONS.—In addition to amounts otherwise available, there is authorized
to be appropriated to the Secretary \$200,000,000 for the
period of fiscal years 2022 and 2023, to remain available
until expended, to carry out this section.

(b) USE OF FUNDS.—The Secretary shall use the
amounts made available pursuant to subsection (a) to provide grants, on a competitive basis, to eligible entities described in subsection (c)—

(1) to install, retrofit, or otherwise upgrade fuel
dispensers or pumps and related equipment, storage
tank system components, and other infrastructure
required at a location to ensure the environmentally
safe availability of fuel containing ethanol blends at
levels greater than 10 percent (as determined by the

Secretary) or fuel containing biodiesel blends at lev els greater than 20 percent (as determined by the
 Secretary); and

4 (2) to build and retrofit distribution systems for 5 ethanol blends, traditional and pipeline biodiesel ter-6 minal operations (including rail lines), and home 7 heating oil distribution centers or equivalent enti-8 ties—

(A) to blend biodiesel; and

10 (B) to carry ethanol and biodiesel.

(c) ELIGIBLE ENTITIES.—Entities eligible to receive
a grant under this section are transportation fueling facilities and distribution facilities, including fueling stations,
convenience stores, hypermarket retailer fueling stations,
fleet facilities, as well as fuel terminal operations, midstream partners, and heating oil distribution facilities or
equivalent entities.

(d) FEDERAL SHARE.—The Federal share of the
total cost of carrying out a project for which a grant is
provided under this section shall be not more than 75 percent.

(e) LIMITATION.—The Secretary may not limit the
amount of funding an eligible entity may receive under
this section, except that such funding is subject to the
availability of appropriations.

TITLE V—YEAR-ROUND FUEL CHOICE

3 SEC. 501. ETHANOL WAIVER.

4 Section 211 of the Clean Air Act (42 U.S.C. 7545)
5 is amended—

6	(1) in subsection $(f)(4)$ —
7	(A) by striking "(4) The Administrator,
8	upon" and inserting the following:
9	"(4) WAIVER.—
10	"(A) IN GENERAL.—The Administrator,
11	on''; and
12	(B) by adding at the end the following:
13	"(B) REID VAPOR PRESSURE.—A fuel or
14	fuel additive that has been granted a waiver
15	under subparagraph (A) prior to January 1,
16	2017, and meets all the conditions of that waiv-
17	er other than any limitations of the waiver with
18	respect to Reid Vapor Pressure, may be intro-
19	duced into commerce if the fuel or fuel additive
20	meets all other applicable Reid Vapor Pressure
21	requirements."; and
22	(2) in subsection (h)—
23	(A) in paragraph (4)—

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1	(i) in the matter preceding subpara-
2	graph (A), by inserting "or more" after
3	"10 percent"; and
4	(ii) in subparagraph (C), by striking
5	"additional alcohol or"; and
6	(B) in paragraph (5)(A), by inserting "or
7	more" after "10 percent".
8	TITLE VI-PRODUCING RESPON-
9	SIBLE ENERGY AND CON-
10	SERVATION INCENTIVES AND
11	SOLUTIONS FOR THE ENVI-
12	RONMENT (PRECISE)
13	SEC. 601. CONSERVATION LOAN AND LOAN GUARANTEE
14	PROGRAM.
15	Section 304 of the Consolidated Farm and Rural De-
16	velopment Act (7 U.S.C. 1924) is amended—
17	(1) in subsection $(b)(3)$, by redesignating sub-
18	paragraphs (F) and (G) as subparagraphs (G) and
19	(H), respectively, and inserting after subparagraph
20	(E) the following:
21	"(F) the adoption of precision agriculture
22	practices, and the acquisition of precision agri-
23	culture technology;";
24	(2) in subsection (d)—
25	(A) in paragraph (2), by striking "and";

1	(B) in paragraph (3), by striking the pe-
2	riod and inserting "; and"; and
3	(C) by adding at the end the following:
4	"(4) producers who use the loans to adopt pre-
5	cision agriculture practices or acquire precision agri-
6	culture technology, including adoption or acquisition
7	for the purpose of participating in the environmental
8	quality incentives program under subchapter A of
9	chapter 4 of subtitle D of title XII of the Food Se-
10	curity Act of 1985.";
11	(3) in subsection (e), by striking paragraph (2)
12	and inserting the following:
13	((2) 90 percent of the principal amount of the
14	loan in the case of—
15	"(A) a producer that is a qualified socially
16	disadvantaged farmer or rancher or a beginning
17	farmer or rancher; or
18	"(B) loans that are used for the purchase
19	of precision agriculture technology."; and
20	(4) in subsection (f)—
21	(A) by striking "The Secretary" and in-
22	serting the following:
23	"(1) Geographic diversity.—The Sec-
24	retary"; and
25	(B) by adding at the end the following:

"(2) COORDINATION WITH NRCS.—In making
 or guaranteeing loans under this section, the Sec retary shall ensure that there is coordination be tween the Farm Service Agency and the Natural Re sources Conservation Service.".

6 SEC. 602. ASSISTANCE TO RURAL ENTITIES.

7 Section 310B(a)(2) of the Consolidated Farm and
8 Rural Development Act (7 U.S.C. 1932(a)(2)) is amend9 ed—

10 (1) by striking "and" at the end of subpara-11 graph (C);

12 (2) by striking the period at the end of sub-13 paragraph (D) and inserting "; and"; and

14 (3) by adding at the end the following:

15 "(E) expanding precision agriculture prac16 tices, including by financing equipment and
17 farm-wide broadband connectivity, in order to
18 promote best-practices, reduce costs, and im19 prove the environment.".

20sec. 603. Environmental quality incentives pro-21gram.

(a) DEFINITIONS.—Section 1240A(6)(B)(v) of the
Food Security Act of 1985 (16 U.S.C. 3839aa–
1(6)(B)(v)) is amended by inserting "(including the adop-

1	tion of precision agriculture practices and the acquisition
2	of precision agriculture technology)" after "planning".
3	(b) PAYMENTS.—
4	(1) OTHER PAYMENTS.—Section 1240B(d)(6)
5	of the Food Security Act of 1985 (16 U.S.C.
6	3839aa–2(d)(6)) is amended—
7	(A) by striking "A producer shall" and in-
8	serting the following:
9	"(A) PAYMENTS UNDER THIS SUBTITLE.—
10	A producer shall"; and
11	(B) by adding at the end the following:
12	"(B) CONSERVATION LOAN AND LOAN
13	GUARANTEE PROGRAM PAYMENTS.—
14	"(i) IN GENERAL.—A producer receiv-
15	ing payments for practices on eligible land
16	under the program may also receive a loan
17	or loan guarantee under section 304 of the
18	Consolidated Farm and Rural Develop-
19	ment Act to cover costs for the same prac-
20	tices on the same land.
21	"(ii) NOTICE TO PRODUCER.—The
22	Secretary shall inform a producer partici-
23	pating in the program in writing of the
24	availability of a loan or loan guarantee
25	under section 304 of the Consolidated

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1	Farm and Rural Development Act as it re-
2	lates to costs of implementing practices
3	under this program.".
4	(2) Increased payments for high-priority
5	PRACTICES.—Section $1240B(d)(7)$ of the Food Se-
6	curity Act of 1985 (16 U.S.C. 3839aa–2(d)(7)) is
7	amended, in the subsection heading, by inserting
8	"State-determined" before "High-priority".
9	(3) Increased payments for precision ag-
10	RICULTURE.—Section 1240B(d) of the Food Secu-
11	rity Act of 1985 (16 U.S.C. 3839aa–2(d)) is amend-
12	ed by adding at the end the following:
13	"(8) Increased payments for precision Ag-
14	RICULTURE.—Notwithstanding paragraph (2), the
15	Secretary may increase the amount that would oth-
16	erwise be provided for a practice under this sub-
17	section to not more than 90 percent of the costs as-
18	sociated with adopting precision agriculture practices
19	and acquiring precision agriculture technology.".
20	(c) Conservation Incentive Contracts.—Sec-
21	tion $1240B(j)(2)(A)(i)$ of the Food Security Act of 1985
22	(16 U.S.C. $3839aa-2(j)(3)(A)(i)$) is amended by inserting
23	"(which may include the adoption of precision agriculture
24	practices and the acquisition of precision agriculture tech-

25 nology)" after "incentive practices".

1 SEC. 604. CONSERVATION STEWARDSHIP PROGRAM.

2 (a) CONSERVATION STEWARDSHIP PAYMENTS.—Sec-3 tion 1240L(c)(3) of the Food Security Act of 1985 (16 4 U.S.C. 3839aa-24(c)(3) is amended to read as follows: 5 "(3) EXCLUSIONS.—A payment to a producer under this subsection shall not be provided for con-6 7 servation activities for which there is no cost in-8 curred or income forgone by the producer.". 9 (b) SUPPLEMENTAL PAYMENTS FOR RESOURCE-CONSERVING CROP ROTATIONS AND ADVANCED GRAZING 10 MANAGEMENT.—Section 1240L(d) of the Food Security 11 Act of 1985 (16 U.S.C. 3839aa–24(d)) is amended— 12 13 (1) in the subsection heading, by striking "AND ADVANCED GRAZING MANAGEMENT" and inserting 14 ", Advanced Grazing Management, and Preci-15 16 SION AGRICULTURE"; 17 (2) in paragraph (2)— 18 (A) in subparagraph (A), by striking "; 19 or" and inserting a semicolon; 20 (B) in subparagraph (B), by striking the period at the end and inserting "; or"; and 21 22 (C) by adding at the end the following: 23 "(C) precision agriculture."; and 24 (3) in paragraph (3), by striking "or advanced grazing management" and inserting ", advanced 25 26 grazing management, or precision agriculture".

1 SEC. 605. DELIVERY OF TECHNICAL ASSISTANCE.

2 Section 1242(f) of the Food Security Act of 1985 (16
3 U.S.C. 3842(f)) is amended by adding at the end the fol4 lowing:

5 "(6) SOIL HEALTH PLANNING.—The Secretary 6 shall emphasize the use of third-party providers in 7 providing technical assistance for soil health plan-8 ning, including planning related to the use of cover 9 crops, precision conservation management, com-10 prehensive nutrient management planning, and other 11 innovative plans.".

12 TITLE VII—BUTCHER BLOCK 13 ACT

14SEC. 701. ASSISTANCE FOR NEW AND EXPANDED LIVE-15STOCK OR POULTRY PROCESSORS.

16 (a) IN GENERAL.—The Secretary may make or guar-17 antee a loan for the purpose of—

(1) increasing capacity of livestock and poultry
processing, facilitating economic opportunity for livestock and poultry producers through processing activities, and diversifying processing ownership;

(2) increasing the customer base or revenue returns of livestock and poultry producers through investment in processing capacity;

1	(3) improving, developing, or financing livestock
2	and poultry processing capacity or employment in-
3	cluding through the financing of working capital; or
4	(4) promoting the interstate trade and local
5	sales of processed livestock and poultry by financing
6	improvements to meet relevant Federal, State, and
7	local regulatory standards.
8	(b) ELIGIBILITY; GENERAL LIMITATIONS.—
9	(1) ELIGIBLE RECIPIENT.—An entity shall be
10	eligible for a loan or guarantee under this section if
11	the entity is—
12	(A) a public, private, or cooperative organi-
13	zation organized on a for-profit or nonprofit
14	basis;
15	(B) an Indian tribe on a Federal or State
16	reservation, or any other federally recognized
17	Indian tribal group; or
18	(C) an individual.
19	(2) FACILITY LOCATION.—
20	(A) IN GENERAL.—Except as provided in
21	subparagraph (B), a facility constructed, ex-
22	panded, modified, refurbished, or re-equipped
23	with proceeds from a loan made or guaranteed
24	under this section shall be in a rural area.

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(B) EXCEPTION.—A facility constructed,
expanded, modified, refurbished, or re-equipped
with proceeds from a loan made or guaranteed
under this section may be in a non-rural area
if—
(i) the primary use of the loan in-
volved is for the facility, and the facility
will increase the customer base or revenue
returns of livestock and poultry producers
that are located within 300 miles of the fa-
cility;
(ii) the loan involved will be used to
increase the capacity in livestock and poul-
try processing in a region; and
(iii) the principal amount of the loan
involved does not exceed \$50,000,000.
(C) RURAL AREA DEFINED.—In this para-
graph, the term "rural area" has the meaning
given the term in section 343(a)(13) of the
Consolidated Farm and Rural Development Act
(7 U.S.C. 1991(a)(13)).
(3) Limitations.—
(A) LIMITATION ON AMOUNT OF LOAN IN-
VOLVED.—A loan of more than \$50,000,000

1	may not be made or guaranteed under this sec-
2	tion.
3	(B) LIMITATION ON ELIGIBILITY.—A loan
4	may not be made or guaranteed under this sec-
5	tion to an entity that is owned in partnership
6	or in whole by—
7	(i) a foreign entity; or
8	(ii) an entity that currently processes
9	over 5 percent of the daily harvest of any
10	species.
11	(c) Special Rules Applicable With Respect to
12	Cooperatives.—
13	(1) LIMITATION ON AMOUNT OF LOAN IN-
14	VOLVED.—
15	(A) IN GENERAL.—Notwithstanding sub-
16	section (b)(3), a loan of not more than
17	\$100,000,000 may be made or guaranteed for
18	a cooperative organization under this section.
19	(B) CONDITIONS APPLICABLE IF LOAN IN-
20	VOLVED IS FOR MORE THAN \$50,000,000.—A
21	loan of more than \$50,000,000 may not be
22	made or guaranteed for a cooperative organiza-
23	tion under this section unless the loan is used
24	to carry out a project that significantly in-
25	creases the livestock and poultry processing in

1	a region, where insufficient processing capacity
2	exists, as determined by the Secretary.
3	(2) INTANGIBLE ASSETS.—
4	(A) IN GENERAL.—In determining whether
5	a cooperative organization is eligible for a loan
6	or guarantee under this section, the Secretary
7	may consider the market value of a properly ap-
8	praised brand name, patent, or trademark of
9	the cooperative.
10	(B) Accounts receivable.—In the sole
11	discretion of the Secretary, if the Secretary de-
12	termines that the action would not create or
13	otherwise contribute to an unreasonable risk of
14	default or loss to the Federal Government, the
15	Secretary may take accounts receivable as secu-
16	rity for the obligations entered into in connec-
17	tion with a loan made or guaranteed under this
18	section, and a borrower may use accounts re-
19	ceivable as collateral to secure such a loan.
20	(3) Purchase of cooperative stock.—
21	(A) IN GENERAL.—The Secretary may
22	make or guarantee a loan in accordance with
23	this section to an individual farmer or rancher

for the purpose of purchasing capital stock of

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a farmer or rancher cooperative undertaking an eligible project under this section.

3 (B) PROCESSING CONTRACTS DURING INI-4 TIAL PERIOD.—A cooperative described in sub-5 paragraph (A) with respect to which a farmer 6 or rancher receives a guarantee to purchase 7 stock under subparagraph (A) may contract for 8 services to fulfill any eligible purpose under this 9 section, during the 5-year period beginning on 10 the date the cooperative commences operations, 11 in order to provide adequate time for the plan-12 ning and construction of the processing facility 13 of the cooperative.

14 (C) FINANCIAL INFORMATION.—A farmer 15 or rancher from whom the Secretary requires financial information as a condition of making or 16 17 guaranteeing a loan under subparagraph (A) 18 shall provide the information in the manner 19 generally required by commercial agricultural 20 lenders in the geographical area in which the 21 farmer or rancher is located.

(d) CONDITIONS APPLICABLE WITH RESPECT TO
USING LOAN INVOLVED FOR REFINANCING.—A borrower
may use 25 percent of a loan made or guaranteed under

1	this section to refinance a loan made for a purpose de-
2	scribed in subsection (a) if—
3	(1) the borrower is current and performing with
4	respect to the loan to be refinanced;
5	(2) the borrower has not defaulted on any pay-
6	ment required to be made with respect to the loan
7	to be refinanced;
8	(3) none of the collateral for the loan to be refi-
9	nanced has been converted; and
10	(4) there is adequate security or full collateral
11	for the loan to be refinanced.
12	(e) LOAN APPRAISAL.—The Secretary may require
13	that any appraisal made in connection with a loan made
14	or guaranteed under this section be conducted by a spe-
15	cialized appraiser that uses standards that are similar to
16	standards used for similar purposes in the private sector,
17	as determined by the Secretary.
18	(f) PREFERENCE.—In making or guaranteeing a loan
19	under this section, the Secretary shall give a preference
20	to applicants that have experience in livestock and poultry
21	processing and can quickly scale-up to increase overall
22	processing capacity in the region involved.
23	(g) Authorization of Appropriations.—There is
24	authorized to be appropriated to carry out this section
25	\$100,000,000 for each of fiscal years 2023 through 2025.

1 SEC. 702. NEW AND EXPANDING LIVESTOCK OR POULTRY 2 PROCESSING GRANTS. 3 (a) IN GENERAL.—The Secretary may make grants 4 to— 5 (1) expand, diversify, and increase capacity in 6 livestock or poultry processing activities; 7 (2) improve compliance with livestock and poul-8 try processing statutes (including the regulations 9 issued thereunder), such as the Federal Meat In-10 spection Act (21 U.S.C. 661) and the Poultry Prod-11 ucts Inspection Act (21 U.S.C. 454); 12 (3) identify and reduce barriers to entry for 13 new livestock and poultry processors; or 14 (4) update, expand, or otherwise improve exist-15 ing facilities. 16 (b) ELIGIBLE GRANTEES.—An entity shall be eligible 17 for a grant under this section if the entity is— 18 (1) a governmental entity; 19 (2) a public, private, or cooperative organiza-20 tion organized on a for-profit or nonprofit basis; or 21 (3) an Indian tribe on a Federal or State res-22 ervation or any other federally recognized Indian 23 tribal group. 24 (c) USE OF FUNDS.—An entity to which a grant is made under this section may use the grant funds to estab-25

1	essing activity, or other activity which will increase the
2	customer base or revenue returns of livestock and poultry
3	producers, by undertaking a project, that—
4	(1) identifies and analyzes business opportuni-
5	ties, including feasibility studies as required for
6	creditworthiness;
7	(2) identifies, trains, and provides technical as-
8	sistance to existing or prospective rural entre-
9	preneurs and managers or processing facilities;
10	(3) provides technical assistance to gain compli-
11	ance with Federal, State, or local regulations;
12	(4) conducts regional, community, and local
13	economic development planning and coordination,
14	and leadership development; or
15	(5) establishes a center for training, technology,
16	and trade that will provide training to livestock or
17	poultry processing employees.
18	(d) PREFERENCE.—In awarding grants under this
19	section, the Secretary shall give a preference to applicants
20	that have experience in livestock and poultry processing
21	and can quickly scale-up to increase overall processing ca-
22	pacity in the region involved.
23	(e) Authorization of Appropriations.—There is
24	authorized to be appropriated to carry out this section
25	\$20,000,000 for each of fiscal years 2023 through 2025.

1	TITLE VIII—LOWER FOOD AND FUEL COSTS
2	SUPPLEMENTAL APPROPRIATIONS ACT, 2022
3	The following sums are appropriated, out of any
4	money in the Treasury not otherwise appropriated, for the
5	fiscal year ending September 30, 2022, and for other pur-
6	poses, namely:
7	AGRICULTURAL PROGRAMS
8	PROCESSING, RESEARCH, AND MARKETING
9	OFFICE OF THE SECRETARY
10	(INCLUDING TRANSFER OF FUNDS)
11	For an additional amount for "Office of the Sec-
12	retary", \$200,000,000, to remain available until expended,
13	to carry out title IV: Provided, That amounts provided
14	under this heading in this title shall be used in equal
15	amounts in each of fiscal years 2022 and 2023 by the Sec-
16	retary of Agriculture to carry out such title IV: Provided
17	further, That the Secretary may use up to 5 percent of
18	amounts made available under this heading in this title
19	for administrative costs, including salaries and expenses,
20	research, data collection, and other associated costs, for
21	carrying out such title IV: Provided further, That amounts
22	made available for administrative costs pursuant to the
23	preceding proviso may be transferred to "Rural Develop-
24	ment Programs—Rural Development—Salaries and Ex-

25 penses" for the purposes specified in such proviso.

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GENERAL PROVISIONS—THIS TITLE

SEC. 801. In addition to amounts otherwise available,
there is appropriated to the Department of Agriculture,
\$500,000,000, to remain available until expended, to carry
out title II, of which up to 5 percent may be used by the
Secretary to provide technical assistance under such title
II.

8 SEC. 802. Each amount appropriated or made avail9 able by this title is in addition to amounts otherwise ap10 propriated for the fiscal year involved.

SEC. 803. Unless otherwise provided for by this title,
the additional amounts appropriated by this title to appropriations accounts shall be available under the authorities
and conditions applicable to such appropriations accounts
for fiscal year 2022.

16 SEC. 804. Each amount provided by this title is des-17 ignated by the Congress as being for an emergency re-18 quirement pursuant to section 4001(a)(1) and section 19 4001(b) of S. Con. Res. 14 (117th Congress), the concur-20 rent resolution on the budget for fiscal year 2022.

SEC. 805. (a) STATUTORY PAYGO SCORECARDS.—
The budgetary effects of this title shall not be entered on
either PAYGO scorecard maintained pursuant to section
4(d) of the Statutory Pay As-You-Go Act of 2010.

(b) SENATE PAYGO SCORECARDS.—The budgetary
 effects of this title shall not be entered on any PAYGO
 scorecard maintained for purposes of section 4106 of H.
 Con. Res. 71 (115th Congress).

5 (c) CLASSIFICATION OF BUDGETARY EFFECTS.— 6 Notwithstanding Rule 3 of the Budget Scorekeeping 7 Guidelines set forth in the joint explanatory statement of 8 the committee of conference accompanying Conference Report 105–217 and section 250(c)(7) and (c)(8) of the Bal-9 anced Budget and Emergency Deficit Control Act of 1985, 10 the budgetary effects of this title shall be estimated for 11 12 purposes of section 251 of such Act and as appropriations for discretionary accounts for purposes of the allocation 13 14 to the Committee on Appropriations pursuant to section 15 302(a) of the Congressional Budget Act of 1974.

16 This title may be cited as the "Lower Food and Fuel17 Costs Supplemental Appropriations Act, 2022".

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