S. 56

To amend the Dairy Production Stabilization Act of 1983 to ensure that all persons who benefit from the dairy promotion and research program contribute to the cost of the program, and for other purposes.

IN THE SENATE OF THE UNITED STATES

January 21, 1997

Mr. Feingold (for himself and Mr. Kohl) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

A BILL

- To amend the Dairy Production Stabilization Act of 1983 to ensure that all persons who benefit from the dairy promotion and research program contribute to the cost of the program, 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.
 - 4 This Act may be cited as the "Dairy Promotion Eq-
 - 5 uity Act".

1	SEC. 2. FUNDING OF DAIRY PROMOTION AND RESEARCH
2	PROGRAM.
3	(a) Declaration of Policy.—The first sentence of
4	section 110(b) of the Dairy Production Stabilization Act
5	of 1983 (7 U.S.C. 4501(b)) is amended—
6	(1) by inserting after "commercial use" the fol-
7	lowing: "and on imported dairy products"; and
8	(2) by striking "products produced in" and in-
9	serting "products produced in or imported into".
10	(b) Definitions.—Section 111 of the Dairy Produc-
11	tion Stabilization Act of 1983 (7 U.S.C. 4502) is amend-
12	ed —
13	(1) in subsection (k), by striking "and" at the
14	end;
15	(2) in subsection (l), by striking the period at
16	the end and inserting a semicolon; and
17	(3) by adding at the end the following:
18	"(m) the term 'imported dairy product' means
19	any dairy product that is imported into the United
20	States, including—
21	"(1) milk and cream and fresh and dried
22	dairy products;
23	"(2) butter and butterfat mixtures;
24	"(3) cheese;
25	"(4) casein and mixtures; and
26	"(5) other dairy products: and

1	"(n) the term 'importer' means a person that
2	imports an imported dairy product into the United
3	States.".
4	(c) Funding.—
5	(1) Representation on Board.—Section
6	113(b) of the Dairy Production Stabilization Act of
7	1983 (7 U.S.C. 4504(b)) is amended—
8	(A) by designating the first through ninth
9	sentences as paragraphs (1) through (5) and
10	paragraphs (7) through (10), respectively;
11	(B) in paragraph (1) (as so designated), by
12	striking "thirty-six" and inserting "38";
13	(C) in paragraph (2) (as so designated), by
14	striking "Members" and inserting "Of the
15	members of the Board, 36 members"; and
16	(D) by inserting after paragraph (5) (as so
17	designated) the following:
18	"(6) Importers.—
19	"(A) In General.—Of the members of
20	the Board, 2 members shall be representatives
21	of importers of imported dairy products.
22	"(B) Appointment.—The importer rep-
23	resentatives shall be appointed by the Secretary
24	from nominations submitted by importers under

1	such procedures as the Secretary determines to
2	be appropriate.".
3	(2) Assessment.—Section 113(g) of the Dairy
4	Production Stabilization Act of 1983 (7 U.S.C.
5	4504(g)) is amended—
6	(A) by designating the first through fifth
7	sentences as paragraphs (1) through (5), re-
8	spectively; and
9	(B) by adding at the end the following:
10	"(6) Importers.—
11	"(A) IN GENERAL.—The order shall pro-
12	vide that each importer of imported dairy prod-
13	ucts shall pay an assessment to the Board in
14	the manner prescribed by the order.
15	"(B) RATE.—The rate of assessment on
16	imported dairy products shall be determined in
17	the same manner as the rate of assessment per
18	hundredweight or the equivalent of milk.
19	"(C) VALUE OF PRODUCTS.—For the pur-
20	pose of determining the assessment on imports
21	under subparagraph (B), the value to be placed
22	on imported dairy products shall be established
23	by the Secretary in a fair and equitable man-
24	ner.".

1	(3) Records.—The first sentence of section
2	113(k) of the Dairy Production Stabilization Act of
3	1983 (7 U.S.C. 4504(k)) is amended by striking
4	"person receiving" and inserting "importer of im-
5	ported dairy products, each person receiving".
6	(4) Referendum.—Section 116 of the Dairy
7	Production Stabilization Act of 1983 (7 U.S.C.
8	4507) is amended by adding at the end the follow-
9	ing:
10	"(d) Referendum on Dairy Promotion Equity
11	Act.—
12	"(1) IN GENERAL.—On the request of a rep-
13	resentative group comprising 10 percent or more of
14	the number of producers subject to the order, the
15	Secretary shall—
16	"(A) conduct a referendum to determine
17	whether the producers favor suspension of the
18	application of the amendments made by section
19	2 of the Dairy Promotion Equity Act; and
20	"(B) suspend the application of the
21	amendments until the results of the referendum
22	are known.
23	"(2) Continuation of suspension.—The
24	Secretary shall continue the suspension of the appli-
25	cation of the amendments referred to in paragraph

1 (1)(A) only if the Secretary determines that suspen-2 sion of the application of the amendments is favored 3 by a majority of the producers voting in the referen-4 dum who, during a representative period (as deter-5 mined by the Secretary), have been engaged in the 6 production of milk for commercial use.".

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