#### 106TH CONGRESS 2D SESSION

# H. R. 4018

To amend the Agricultural Research, Extension, and Education Reform Act of 1998 to establish an educational program to improve the risk management skills of agricultural producers.

### IN THE HOUSE OF REPRESENTATIVES

March 16, 2000

Mr. Nethercutt (for himself and Mr. Latham) introduced the following bill; which was referred to the Committee on Agriculture

## A BILL

- To amend the Agricultural Research, Extension, and Education Reform Act of 1998 to establish an educational program to improve the risk management skills of agricultural producers.
  - 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. IMPROVED RISK MANAGEMENT EDUCATION.
  - 4 Title IV of the Agricultural Research, Extension, and
  - 5 Education Reform Act of 1998 (7 U.S.C. 7621 et seq.)
  - 6 is amended by adding at the end the following new section:

### 1 "SEC. 409. IMPROVED RISK MANAGEMENT EDUCATION FOR 2 AGRICULTURAL PRODUCERS. 3 "(a) Program Required.—The Secretary of Agriculture shall carry out a program to improve the risk man-4 5 agement skills of agricultural producers, including the owners and operators of small farms, limited resource pro-6 7 ducers, and other targeted audiences, to make informed 8 risk management decisions. The program is designed to 9 assist producers to develop the skills necessary— 10 "(1) to understand the financial health and ca-11 pability of the producer's operation to withstand 12 price fluctuations, adverse weather, environmental 13 impacts, diseases, family crises, and other risks; "(2) to understand marketing alternatives, how 14 15 various commodity markets work, the use of crop in-16 surance products, and the price risk inherent in var-17 ious markets; and "(3) to understand legal, governmental, envi-18 19 ronmental, and human resource issues that impact 20 the producer's operation. 21 "(b) Coordinating Centers.— 22 ESTABLISHMENT AND PURPOSE.—The 23 Secretary shall establish a Risk Management Edu-

cation Coordinating Center in each of five regions of

the United States to administer and coordinate the

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- provision of risk management education to producers and their families under the program in that region.
- 3 "(2) SITE SELECTION.—The Secretary shall lo-
- 4 cate the Center for a region at an existing risk man-
- 5 agement education coordinating office of the Cooper-
- 6 ative State Research, Education, and Extension
- 7 Service or at an appropriate alternative land-grant
- 8 college in the region approved by the Cooperative
- 9 State Research, Education, and Extension Service.
- To be selected as the location for a Center, a land-
- grant college must have the demonstrated capability
- and capacity to carry out the program priorities,
- funding distribution, and reporting requirements of
- the program.
- 15 "(c) COORDINATING COUNCIL.—Each Center shall
- 16 establish a coordinating council to assist in establishing
- 17 the funding and program priorities for that region. The
- 18 council shall consist of a minimum of five members, in-
- 19 cluding representatives from the following sources:
- 20 "(1) Public organizations.
- 21 "(2) Private organizations.
- "(3) Agricultural producers.
- 23 "(4) The Regional Service Offices of the Risk
- 24 Management Agency in that region.
- 25 "(d) Center Activities.—

1	"(1) Instruction for risk management
2	PROFESSIONALS.—Each Center shall coordinate the
3	offering of intensive risk management instructional
4	programs, involving classroom, distant learning, and
5	field training work, for professionals who work with
6	agricultural producers. These professionals include—
7	"(A) extension specialists;
8	"(B) county extension faculty;
9	"(C) private service providers; and
10	"(D) other individuals who are involved in
11	providing risk management education.
12	"(2) Education programs for pro-
13	DUCERS.—Each Center shall coordinate the provi-
14	sion of educational programs, including workshops,
15	short courses, seminars, and distant-learning mod-
16	ules, to improve the risk management skills of agri-
17	cultural producers and their families.
18	"(3) Development and dissemination of
19	MATERIALS.—Each Center shall coordinate the ef-
20	forts to develop new risk management education ma-
21	terials and the dissemination of such materials.
22	"(4) Coordination of Resources.—Each
23	Center shall make use of available and emerging risk
24	management information, materials, and delivery
25	systems, after careful evaluation of the content and

suitability of the information, materials, and delivery
systems for producers and their families. The Centers shall use available expertise from land-grant colleges, nongovernmental organizations, government
agencies, and the private sector to assist in conducting this evaluation.

### "(e) Grants.—

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- "(1) SPECIAL GRANTS.—Each Center shall reserve a portion of the funds provided under this section to make special grants to land-grant colleges and private entities in the region to conduct one or more of the activities described in subsection (d).
- "(2) Competitive Grants.—Each Center shall
  also reserve a portion of the funds provided under
  this section to conduct a competitive grant program
  to award grants to both public and private entities
  that have a demonstrated capability to conduct one
  or more of the activities described in subsection (d).
- 20 Brary.—The National Agriculture Risk Education Li-

"(f) National Agriculture Risk Education Li-

- 21 brary is a central focus for the coordination and distribu-
- 22 tion of risk management educational materials. The Li-
- 23 brary shall serve as a means for the electronic delivery
- 24 of risk management information and materials.
- 25 "(g) Funding Provisions.—

- 1 "(1) AUTHORIZATION OF APPROPRIATIONS.—
  2 There is authorized to be appropriated \$30,000,000
  3 for fiscal year 2001 and each subsequent fiscal year
  4 to carry out this section.
- "(2) DISTRIBUTION.—Funds appropriated to 6 carry out this section for a fiscal year shall be equal-7 ly distributed among the Centers, except that 2.5 8 percent of such funds shall be distributed to the Na-9 tional Agriculture Risk Education Library. The land-grant college at which a Center is located shall 10 11 be responsible for administering and disbursing such 12 funds, in accordance with applicable State and Fed-13 eral financial guidelines, for activities authorized by 14 this section.
  - "(3) Prohibition on construction.—Centers shall be located in existing facilities. Funds provided under this section to a Center or as a grant under subsection (e) may not be used to carry out facility construction.
- "(h) EVALUATION.—The Secretary, acting through the Cooperative State Research, Education, and Extension Service, shall evaluate the activities of the Centers to determine whether the risk management skills of agricultural producers and their families are improved as a result of their participation in educational activities financed

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- 1 using funds appropriated pursuant to the authorization of
- 2 appropriations in subsection (g).
- 3 "(i) Land-Grant College Defined.—In this sec-
- 4 tion, the term 'land-grant college' means any 1862 Institu-
- 5 tion, 1890 Institution, or 1994 Institution.".

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