## 108TH CONGRESS 2D SESSION

## H. R. 4223

To require the Commodity Credit Corporation to support the development of a domestic casein and milk protein concentrate industry, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

APRIL 27, 2004

Mr. Nunes (for himself, Mr. Sherwood, Mr. Green of Wisconsin, Mr. Cardoza, Mr. Pombo, Mr. McCotter, Mr. Radanovich, Mr. Mario Diaz-Balart of Florida, Mr. Pearce, Mr. Simpson, Mr. Peterson of Minnesota, and Mr. LaTourette) introduced the following bill; which was referred to the Committee on Agriculture

## A BILL

To require the Commodity Credit Corporation to support the development of a domestic casein and milk protein concentrate 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. UNITED STATES DAIRY PROTEINS INCENTIVE
- 4 **PROGRAM**.
- 5 (a) Establishment and Purpose.—The Com-
- 6 modity Credit Corporation shall establish and operate a
- 7 program under section 5 of the Commodity Credit Cor-
- 8 poration Charter Act (15 U.S.C. 714c) to support the de-

- 1 velopment of a casein and milk protein concentrate indus-
- 2 try in the 48 contiguous States.
- 3 (b) Program Described.—Under the program, the
- 4 Corporation shall make payments, on a bid basis, to an
- 5 entity that produces and markets dairy proteins produced
- 6 from liquid skim milk. The Secretary of Agriculture shall
- 7 have sole discretion to accept or reject bids under such
- 8 criteria as the Secretary considers appropriate.
- 9 (c) Rules and Regulations.—The program shall
- 10 be operated under such rules and regulations issued by
- 11 the Secretary as the Secretary considers necessary to en-
- 12 sure, among other things, that—
- 13 (1) receipt of a payment is contingent upon the
- end use of the dairy proteins produced;
- 15 (2) no applicant receives a payment if the con-
- tract submitted for review would result in the under-
- 17 cutting of domestic prices for milk, nonfat dry milk,
- or dairy proteins; and
- 19 (3) the sale of the dairy proteins represents a
- 20 new use of the domestically produced dairy proteins.
- 21 (d) Cheese Products Exception.—The sale of
- 22 dairy proteins for use in the production of standardized
- 23 cheeses, as determined by the Secretary, shall not be eligi-
- 24 ble to receive payments under the program.

- 1 (e) Payment Rate.—Payments made under the pro-
- 2 gram shall be made at a rate or rates established or ap-
- 3 proved by the Secretary. Any such rate shall be published
- 4 in the Federal Register or publicly announced through
- 5 other appropriate means, and shall be at a level or levels
- 6 that will encourage the development of a dairy proteins
- 7 industry in the 48 contiguous States.
- 8 (f) Implementation of Program.—The Secretary
- 9 shall develop regulations and implement the program not
- 10 later than 180 days after the date of the enactment of
- 11 this section.
- 12 (g) Treaty Obligations.—The Secretary shall
- 13 carry out the program in a manner consistent with the
- 14 obligations of the United States as a member of the World
- 15 Trade Organization.
- 16 (h) Dairy Protein Definition.—In this section,
- 17 the term "dairy proteins" means whey, whey protein con-
- 18 centrate, casein, or milk protein concentrate.

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