# H. R. 4576

To amend the Agricultural Marketing Act of 1946 to establish a voluntary program for the provision of country of origin information with respect to certain agricultural products, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

June 15, 2004

Mr. Goodlatte (for himself, Mr. Stenholm, Mr. Neugebauer, Mr. Bonilla, Mr. Boehner, Mr. Smith of Michigan, Mrs. Musgrave, Mr. Hayes, Mr. Dooley of California, Mr. Ortiz, Mr. Kennedy of Minnesota, Mr. Peterson of Pennsylvania, Mr. Farr, Mr. Chocola, Mr. Berry, and Mr. Acevedo-Vilá) introduced the following bill; which was referred to the Committee on Agriculture

## A BILL

To amend the Agricultural Marketing Act of 1946 to establish a voluntary program for the provision of country of origin information with respect to certain agricultural products, 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 "Food Promotion Act
- 5 of 2004".

1	SEC. 2. REPLACEMENT OF MANDATORY COUNTRY OF ORI-
2	GIN LABELING WITH VOLUNTARY PROGRAM
3	OF COUNTRY OF ORIGIN LABELING.
4	Subtitle D of the Agricultural Marketing Act of 1946
5	$(7~\mathrm{U.S.C.}~1638-1638d)$ is amended to read as follows:
6	"SEC. 281. VOLUNTARY PROGRAM OF COUNTRY OF ORIGIN
7	LABELING FOR CERTAIN MEAT PRODUCTS.
8	"(a) Definitions.—In this section:
9	"(1) The term 'beef' means meat produced
10	from cattle (including veal).
11	"(2) The term 'covered meat product' means
12	ground beef, ground pork, and ground lamb, and
13	raw unprocessed muscle cuts of beef, pork and lamb.
14	"(3) The term 'lamb' means meat produced
15	from sheep.
16	"(4) The term 'pork' means meat produced
17	from hogs.
18	"(b) Country of Origin Labeling.—The Sec-
19	retary of Agriculture shall establish a voluntary program
20	of country of origin labeling for covered meat products.
21	"(c) Label.—In the program established under sub-
22	section (b), the Secretary shall—
23	"(1) create a label to be used to designate the
24	country of origin of covered meat products; and
25	"(2) require persons participating in the pro-
26	gram to use the label created under paragraph (1),

1	or such other label as the Secretary determines ap-
2	propriate, to designate the country of origin of cov-
3	ered meat products.
4	"(d) Limitation on Use of United States Coun-
5	TRY OF ORIGIN LABEL.—A person participating in the
6	program established under subsection (b) may not des-
7	ignate a covered meat product as having a United States
8	country of origin unless the covered meat product is de-
9	rived exclusively from—
10	"(1) an animal born, raised, and slaughtered in
11	the United States; or
12	"(2) an animal born and raised in Alaska or
13	Hawaii, transported for a period not to exceed 60
14	days outside of those States, and slaughtered in the
15	United States.
16	"SEC. 282. VOLUNTARY PROGRAM OF COUNTRY OF ORIGIN
17	LABELING FOR FISH PRODUCTS.
18	"(a) Definitions.—In this section:
19	"(1) The term 'farm-raised fish' means all fish
20	that are not wild fish. The term includes net-pen,
21	aquacultural, and other farm-raised fish.
22	"(2) The term 'farm-raised shellfish' means all
23	shellfish that are not wild shellfish. The term in-
<b>1</b>	
24	cludes net-pen, aquacultural, and other farm-raised

- "(3) The term 'wild fish' means naturally-born
  or hatchery-raised fish harvested in the wild.
  "(4) The term 'wild shellfish' means naturally-born or hatchery-raised shellfish harvested in the
- 5 wild.
- 6 "(b) Country of Origin Labeling.—The Sec-
- 7 retary of Agriculture shall establish a voluntary program
- 8 of country of origin labeling for wild fish, wild shellfish,
- 9 farm-raised fish, farm-raised shellfish, and products there-
- 10 of.
- 11 "(c) Label.—In the program established under sub-
- 12 section (b), the Secretary shall—
- "(1) create a label to be used to designate the
- country of origin of wild fish, wild shellfish, farm-
- raised fish, farm-raised shellfish, and products there-
- of; and
- 17 "(2) require persons participating in the pro-
- gram to use the label created under paragraph (1),
- or such other label as the Secretary determines ap-
- propriate, to designate the country of origin of wild
- 21 fish, wild shellfish, farm-raised fish, farm-raised
- shellfish, and products thereof.
- 23 "(d) Limitation on Use of United States Coun-
- 24 TRY OF ORIGIN LABEL.—A person participating in the
- 25 program established under subsection (b) may not des-

1	ignate wild fish, wild shellfish, farm-raised fish, farm-
2	raised shellfish, or products thereof as having a United
3	States country of origin unless—
4	"(1) in the case of wild fish or wild shellfish (or
5	a product thereof), the wild fish or wild shellfish is
6	harvested in the waters of the United States or by
7	a United States vessel on the high seas; or
8	"(2) in the case of farm-raised fish or farm-
9	raised shellfish (or a product thereof), the farm-
10	raised fish or farm-raised shellfish is raised and har-
11	vested in the United States.
12	"SEC. 283. VOLUNTARY PROGRAM OF COUNTRY OF ORIGIN
	"SEC. 283. VOLUNTARY PROGRAM OF COUNTRY OF ORIGIN LABELING FOR PERISHABLE AGRICULTURAL
12	
12 13	LABELING FOR PERISHABLE AGRICULTURAL
12 13 14	LABELING FOR PERISHABLE AGRICULTURAL COMMODITIES.
12 13 14 15 16	COMMODITIES.  "(a) DEFINITION.—In this section the term 'perish-
12 13 14 15	COMMODITIES.  "(a) DEFINITION.—In this section the term 'perishable agricultural commodity'—
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12 13 14 15 16 17	COMMODITIES.  "(a) DEFINITION.—In this section the term 'perishable agricultural commodity'—  "(1) means fresh fruits and vegetables of every kind and character, except frozen fruits and vegeta-
12 13 14 15 16 17 18	COMMODITIES.  "(a) DEFINITION.—In this section the term 'perishable agricultural commodity'—  "(1) means fresh fruits and vegetables of every kind and character, except frozen fruits and vegetables; and
12 13 14 15 16 17 18 19 20	COMMODITIES.  "(a) Definition.—In this section the term 'perishable agricultural commodity'—  "(1) means fresh fruits and vegetables of every kind and character, except frozen fruits and vegetables; and  "(2) includes cherries packed in brine as de-

24 retary of Agriculture shall establish a voluntary program

- 1 of country of origin labeling for perishable agricultural
- 2 commodities.
- 3 "(c) Label.—In the program established under sub-
- 4 section (b), the Secretary shall—
- 5 "(1) create a label to be used to designate the
- 6 country of origin of perishable agricultural commod-
- 7 ities; and
- 8 "(2) require persons participating in the pro-
- 9 gram to use to use the label created under para-
- graph (1), or such other label as the Secretary de-
- termines appropriate, to designate the country of or-
- igin of perishable agricultural commodities.
- 13 "(d) Limitation on Use of United States Coun-
- 14 TRY OF ORIGIN LABEL.—A person participating in the
- 15 program established under subsection (b) may not des-
- 16 ignate a perishable agricultural commodity as having a
- 17 United States country of origin unless the perishable agri-
- 18 cultural commodity is exclusively grown in the United
- 19 States.
- 20 "(e) Survey of Country of Origin Labeling;
- 21 Purpose.—
- "(1) Definition.—In this subsection, the term
- 23 'label' means a method to provide information to
- consumers by means of a stamp, mark, placard, or
- other clear and visible sign (including printed pack-

- aging, cello wraps, twist ties, brand tags, bands, stickers, or other identifiers) affixed to or placed directly on a perishable agricultural commodity or on the display, holding unit, or bin containing the commodity at the final point of sale.
  - "(2) Survey required; intervals.—Subject to subsection (f)(2)(C), during the 12-month period beginning on the date of the enactment of the Food Promotion Act of 2004, and every two years thereafter, the Secretary shall conduct, using existing resources, a national survey—
    - "(A) to estimate the types and quantities of perishable agricultural commodities sold in the United States that are labeled with respect to country of origin;
    - "(B) to measure the extent of the voluntary efforts of the perishable agricultural commodity industry to provide country of origin information to consumers, including the overall percentage of perishable agricultural commodities that bear labels with country of origin information;
    - "(C) to determine methods by which country of origin information is provided with re-

1	gard to perishable agricultural commodities sold
2	in the United States;
3	"(D) to estimate the types of quantities of
4	perishable agricultural commodities sold in the
5	United States that are labeled, but for which no
6	country of origin information is provided;
7	"(E) to estimate the types of quantities of
8	perishable agricultural commodities sold in the
9	United States that are not labeled;
10	"(F) to estimate the extent of participation
11	in the voluntary program established under sub-
12	section (b); and
13	"(G) to determine whether consumers can
14	reasonably ascertain the country of origin of a
15	substantial majority of perishable agricultural
16	commodities for sale.
17	"(3) Location of survey.—The survey may
18	be conducted at retail stores and other locations se-
19	lected by the Secretary.
20	"(4) Special considerations.—For the pur-
21	poses of conducting the survey, the Secretary shall
22	consider—
23	"(A) bulk displays containing covered per-
24	ishable agricultural commodities from more
25	than one country to be labeled with country of

origin information if a majority of the perishable agricultural commodities therein bear country of origin labels; and

"(B) label information regarding a State, region, or locality of the United States as information sufficient to identify the United States as the country of origin.

8 "(f) Use and Availability of Survey Re-9 sults.—

"(1) Report to congress.—The Secretary shall submit to the Committee on Agriculture of the House of Representatives and the Committee on Agriculture, Nutrition, and Forestry of the Senate a report containing the results of each survey conducted under subsection (e).

### "(2) Subsequent surveys.—

"(A) Determination of consumer Awareness.—In other than the first survey conducted under subsection (e), if the Secretary makes a determination that consumers cannot reasonably ascertain the country of origin of a substantial majority of perishable agricultural commodities, the Secretary shall include in the report submitted under paragraph (1) with respect to that survey—

1	"(i) specific action steps that would
2	provide the perishable agricultural com-
3	modity distribution chain with incentives to
4	increase country of origin labeling levels;
5	and
6	"(ii) proposed guidelines that would
7	increase the use of country of origin identi-
8	fication labels.
9	"(B) Effect of failure to ascertain
10	COUNTRY OF ORIGIN.—If the Secretary makes
11	the determination that consumers cannot rea-
12	sonably ascertain the country of origin of a sub-
13	stantial majority of perishable agricultural com-
14	modities in two consecutive surveys conducted
15	under subsection (e), the Secretary shall include
16	in the report submitted under paragraph (1)
17	with respect to the second of the two surveys
18	such recommendations as the Secretary deter-
19	mines appropriate regarding ways to increase
20	labeling to achieve that goal.
21	"(C) EFFECT OF ABILITY TO ASCERTAIN
22	COUNTRY OF ORIGIN.—If the Secretary makes
23	the determination that consumers can reason-
24	ably ascertain the country of origin of a sub-

stantial majority of perishable agricultural com-

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- 1 modities in two consecutive surveys conducted 2 under subsection (e), the Secretary shall no 3 longer be required to conduct surveys under 4 such subsection.
- 5 "(3) Public availability.—The Secretary 6 shall make the results of each survey conducted 7 under subsection (e) available to the perishable agri-8 cultural commodity industry and the public.

#### 9 "SEC. 284. VERIFICATION.

- "The Secretary of Agriculture may require partici-11 pants in a program of country of origin labeling under 12 section 281, 282, or 283 to maintain a verifiable record-13 keeping audit trail that will permit the Secretary to verify 14 compliance with the program.
- 15 "SEC. 285. ENFORCEMENT.
- 16 "(a) CIVIL PENALTY.—
- "(1) ASSESSMENT.—The Secretary of Agriculture may assess a civil penalty against a participant in a program of country of origin labeling under section 281, 282, or 283 that purposely or knowingly violates the terms of the program.
- 22 "(2) Amount of Penalty.—The amount of 23 the civil penalty assessed under paragraph (1) may 24 not exceed \$10,000 for each violation.

1	"(3) Continuing violation.—Each day dur-
2	ing which a violation continues shall be considered to
3	be a separate violation.
4	"(b) NOTICE AND HEARING.—The Secretary may not
5	assess a penalty under subsection (a) against a person un-
6	less the person is given notice and an opportunity for a
7	hearing in accordance with section 554 of title 5, United

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8 States Code, with respect to the violation.".