112TH CONGRESS 2D SESSION

H. R. 4948

To amend the Federal Crop Insurance Act to extend certain supplemental agricultural disaster assistance programs through fiscal year 2017, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 26, 2012

Mrs. Noem introduced the following bill; which was referred to the Committee on Agriculture

A BILL

To amend the Federal Crop Insurance Act to extend certain supplemental agricultural disaster assistance programs through fiscal year 2017, 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 "Livestock Disaster
- 5 Protection Act".

1	SEC. 2. EXTENSION OF CERTAIN SUPPLEMENTAL AGRICUL-
2	TURAL DISASTER ASSISTANCE PROGRAMS
3	WITH NEW FUNDING MECHANISM.
4	Section 531 of the Federal Crop Insurance Act (7
5	U.S.C. 1531) is amended to read as follows:
6	"SEC. 531. SUPPLEMENTAL AGRICULTURAL DISASTER AS-
7	SISTANCE.
8	"(a) Definitions.—In this section:
9	"(1) Eligible producer on a farm.—
10	"(A) IN GENERAL.—The term 'eligible pro-
11	ducer on a farm' means an individual or entity
12	described in subparagraph (B) that, as deter-
13	mined by the Secretary, assumes the production
14	and market risks associated with the agricul-
15	tural production of crops or livestock.
16	"(B) Description.—An individual or en-
17	tity referred to in subparagraph (A) is—
18	"(i) a citizen of the United States;
19	"(ii) a resident alien;
20	"(iii) a partnership of citizens of the
21	United States; or
22	"(iv) a corporation, limited liability
23	corporation, or other farm organizational
24	structure organized under State law.
25	"(2) Farm.—

1	"(A) IN GENERAL.—The term 'farm'
2	means, in relation to an eligible producer on a
3	farm, the crop acreage in all counties that is
4	planted or intended to be planted for harvest
5	for sale or on-farm livestock feeding (including
6	native grassland intended for having) by the eli-
7	gible producer.
8	"(B) AQUACULTURE.—In the case of
9	aquaculture, the term 'farm' means, in relation
10	to an eligible producer on a farm, all fish being
11	produced in all counties that are intended to be
12	harvested for sale by the eligible producer.
13	"(C) HONEY.—In the case of honey, the
14	term 'farm' means, in relation to an eligible
15	producer on a farm, all bees and beehives in all
16	counties that are intended to be harvested for
17	a honey crop for sale by the eligible producer.
18	"(3) Farm-raised fish.—The term 'farm-
19	raised fish' means any aquatic species that is propa-
20	gated and reared in a controlled environment.
21	"(4) Livestock.—The term 'livestock' in-
22	cludes—
23	"(A) cattle (including dairy cattle);
24	"(B) bison;
25	"(C) poultry;

1	"(D) sheep;
2	"(E) swine;
3	"(F) horses; and
4	"(G) other livestock, as determined by the
5	Secretary.
6	"(b) Livestock Indemnity Payments.—
7	"(1) Payments.—For each of the fiscal years
8	2012 through 2017, the Secretary shall use such
9	sums as are necessary of the funds of the Com-
10	modity Credit Corporation to make livestock indem-
11	nity payments to eligible producers on farms that
12	have incurred livestock death losses in excess of the
13	normal mortality, as determined by the Secretary,
14	due to—
15	"(A) attacks by animals reintroduced into
16	the wild by the Federal Government or pro-
17	tected by Federal law, including wolves and
18	avian predators; or
19	"(B) adverse weather, as determined by
20	the Secretary, during the calendar year, includ-
21	ing losses due to hurricanes, floods, blizzards,
22	disease, wildfires, extreme heat, and extreme
23	cold.
24	"(2) Payment rates.—Indemnity payments to
25	an eligible producer on a farm under paragraph (1)

1	shall be made at a rate of 75 percent of the market
2	value of the applicable livestock on the day before
3	the date of death of the livestock, as determined by
4	the Secretary.
5	"(3) Special rule for payments made due
6	TO DISEASE.—The Secretary shall ensure that pay-
7	ments made to an eligible producer under paragraph
8	(1) are not made for the same livestock losses for
9	which compensation is provided pursuant to section
10	10407(d) of the Animal Health Protection Act (7
11	U.S.C. 8306(d)).
12	"(c) Livestock Forage Disaster Program.—
13	"(1) Definitions.—In this subsection:
14	"(A) COVERED LIVESTOCK.—
15	"(i) In general.—Except as pro-
16	vided in clause (ii), the term 'covered live-
17	stock' means livestock of an eligible live-
18	stock producer that, during the 60 days
19	prior to the beginning date of a qualifying
20	drought or fire condition, as determined by
21	the Secretary, the eligible livestock pro-
22	ducer—
23	"(I) owned;
24	"(II) leased;
25	"(III) purchased;

1	"(IV) entered into a contract to
2	purchase;
3	"(V) is a contract grower; or
4	"(VI) sold or otherwise disposed
5	of due to qualifying drought condi-
6	tions during—
7	"(aa) the current production
8	year; or
9	"(bb) subject to paragraph
10	(3)(B)(ii), 1 or both of the 2 pro-
11	duction years immediately pre-
12	ceding the current production
13	year.
14	"(ii) Exclusion.—The term 'covered
15	livestock' does not include livestock that
16	were or would have been in a feedlot, on
17	the beginning date of the qualifying
18	drought or fire condition, as a part of the
19	normal business operation of the eligible
20	livestock producer, as determined by the
21	Secretary.
22	"(B) Drought Monitor.—The term
23	'drought monitor' means a system for
24	classifying drought severity according to a

1	range of abnormally dry to exceptional drought,
2	as defined by the Secretary.
3	"(C) ELIGIBLE LIVESTOCK PRODUCER.—
4	"(i) In general.—The term 'eligible
5	livestock producer' means an eligible pro-
6	ducer on a farm that—
7	"(I) is an owner, cash or share
8	lessee, or contract grower of covered
9	livestock that provides the pastureland
10	or grazing land, including cash-leased
11	pastureland or grazing land, for the
12	livestock;
13	"(II) provides the pastureland or
14	grazing land for covered livestock, in-
15	cluding cash-leased pastureland or
16	grazing land that is physically located
17	in a county affected by drought;
18	"(III) certifies grazing loss; and
19	"(IV) meets all other eligibility
20	requirements established under this
21	subsection.
22	"(ii) Exclusion.—The term 'eligible
23	livestock producer' does not include an
24	owner, cash or share lessee, or contract
25	grower of livestock that rents or leases

1	pastureland or grazing land owned by an-
2	other person on a rate-of-gain basis.
3	"(D) NORMAL CARRYING CAPACITY.—The
4	term 'normal carrying capacity', with respect to
5	each type of grazing land or pastureland in a
6	county, means the normal carrying capacity, as
7	determined under paragraph (3)(D)(i), that
8	would be expected from the grazing land or
9	pastureland for livestock during the normal
10	grazing period, in the absence of a drought or
11	fire that diminishes the production of the graz-
12	ing land or pastureland.
13	"(E) NORMAL GRAZING PERIOD.—The
14	term 'normal grazing period', with respect to a
15	county, means the normal grazing period during
16	the calendar year for the county, as determined
17	under paragraph (3)(D)(i).
18	"(2) Program.—For each of the fiscal years
19	2012 through 2017, the Secretary shall use such
20	sums as are necessary of the funds of the Com-
21	modity Credit Corporation to provide compensation
22	for losses to eligible livestock producers due to graz-
23	ing losses for covered livestock due to—
24	"(A) a drought condition, as described in
25	paragraph (3); or

1	"(B) fire, as described in paragraph (4).
2	"(3) Assistance for losses due to
3	DROUGHT CONDITIONS.—
4	"(A) Eligible losses.—
5	"(i) In general.—An eligible live-
6	stock producer may receive assistance
7	under this subsection only for grazing
8	losses for covered livestock that occur on
9	land that—
10	"(I) is native or improved
11	pastureland with permanent vegeta-
12	tive cover; or
13	"(II) is planted to a crop planted
14	specifically for the purpose of pro-
15	viding grazing for covered livestock.
16	"(ii) Exclusions.—An eligible live-
17	stock producer may not receive assistance
18	under this subsection for grazing losses
19	that occur on land used for having or graz-
20	ing under the conservation reserve pro-
21	gram established under subchapter B of
22	chapter 1 of subtitle D of title XII of the
23	Food Security Act of 1985 (16 U.S.C.
24	3831 et seq.).
25	"(B) Monthly payment rate.—

1	"(i) In general.—Except as pro-
2	vided in clause (ii), the payment rate for
3	assistance under this paragraph for 1
4	month shall, in the case of drought, be
5	equal to 60 percent of the lesser of—
6	"(I) the monthly feed cost for all
7	covered livestock owned or leased by
8	the eligible livestock producer, as de-
9	termined under subparagraph (C); or
10	"(II) the monthly feed cost cal-
11	culated by using the normal carrying
12	capacity of the eligible grazing land of
13	the eligible livestock producer.
14	"(ii) Partial compensation.—In
15	the case of an eligible livestock producer
16	that sold or otherwise disposed of covered
17	livestock due to drought conditions in 1 or
18	both of the 2 production years immediately
19	preceding the current production year, as
20	determined by the Secretary, the payment
21	rate shall be 80 percent of the payment
22	rate otherwise calculated in accordance
23	with clause (i).
24	"(C) Monthly feed cost.—

1	"(i) IN GENERAL.—The monthly feed
2	cost shall equal the product obtained by
3	multiplying—
4	"(I) 30 days;
5	"(II) a payment quantity that is
6	equal to the feed grain equivalent, as
7	determined under clause (ii); and
8	"(III) a payment rate that is
9	equal to the corn price per pound, as
10	determined under clause (iii).
11	"(ii) Feed grain equivalent.—For
12	purposes of clause (i)(II), the feed grain
13	equivalent shall equal—
14	"(I) in the case of an adult beef
15	cow, 15.7 pounds of corn per day; or
16	"(II) in the case of any other
17	type of weight of livestock, an amount
18	determined by the Secretary that rep-
19	resents the average number of pounds
20	of corn per day necessary to feed the
21	livestock.
22	"(iii) Corn price per pound.—For
23	purposes of clause (i)(III), the corn price
24	per pound shall equal the quotient ob-
25	tained by dividing—

1	"(I) the higher of—
2	"(aa) the national average
3	corn price per bushel for the 12-
4	month period immediately pre-
5	ceding March 1 of the year for
6	which the disaster assistance is
7	calculated; or
8	"(bb) the national average
9	corn price per bushel for the 24-
10	month period immediately pre-
11	ceding that March 1; by
12	"(II) 56.
13	"(D) NORMAL GRAZING PERIOD AND
14	DROUGHT MONITOR INTENSITY.—
15	"(i) FSA COUNTY COMMITTEE DE-
16	TERMINATIONS.—
17	"(I) IN GENERAL.—The Sec-
18	retary shall determine the normal car-
19	rying capacity and normal grazing pe-
20	riod for each type of grazing land or
21	pastureland in the county served by
22	the applicable committee.
23	"(II) Changes.—No change to
24	the normal carrying capacity or nor-
25	mal grazing period established for a

1 county under subclause (I) shall be 2 made unless the change is requested 3 by the appropriate State and county 4 Farm Service Agency committees. "(ii) Drought intensity.— 6 "(I) D2.—An eligible livestock 7 producer that owns or leases grazing 8 land or pastureland that is physically 9 located in a county that is rated by 10 the U.S. Drought Monitor as having a 11 D2 (severe drought) intensity in any 12 area of the county for at least 8 con-13 secutive weeks during the normal 14 grazing period for the county, as de-15 termined by the Secretary, shall be el-16 igible to receive assistance under this 17 paragraph in an amount equal to 1 18 monthly payment using the monthly 19 payment rate determined under sub-20 paragraph (B). "(II) D3.—An eligible livestock 21 22 producer that owns or leases grazing 23 land or pastureland that is physically 24 located in a county that is rated by

the U.S. Drought Monitor as having

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1 at least a D3 (extreme drought) in-2 tensity in any area of the county at 3 any time during the normal grazing 4 period for the county, as determined by the Secretary, shall be eligible to 6 receive assistance under this para-7 graph— "(aa) in an amount equal to 8 9 2 monthly payments using the 10 monthly payment rate deter-11 mined under subparagraph (B); 12 or13 "(bb) if the county is rated 14 D3having a (extreme as 15 drought) intensity in any area of the county for at least 4 weeks 16 17 during the normal grazing period 18 for the county, or is rated as 19 D4 having (exceptional 20 drought) intensity in any area of 21 the county at any time during 22 the normal grazing period, in an 23 amount equal to 3 monthly pay-24 ments using the monthly pay-

1	ment rate determined under sub-
2	paragraph (B).
3	"(4) Assistance for losses due to fire on
4	PUBLIC MANAGED LAND.—
5	"(A) In General.—An eligible livestock
6	producer may receive assistance under this
7	paragraph only if—
8	"(i) the grazing losses occur on range-
9	land that is managed by a Federal agency;
10	and
11	"(ii) the eligible livestock producer is
12	prohibited by the Federal agency from
13	grazing the normal permitted livestock on
14	the managed rangeland due to a fire.
15	"(B) Payment rate.—The payment rate
16	for assistance under this paragraph shall be
17	equal to 50 percent of the monthly feed cost for
18	the total number of livestock covered by the
19	Federal lease of the eligible livestock producer,
20	as determined under paragraph (3)(C).
21	"(C) Payment duration.—
22	"(i) In general.—Subject to clause
23	(ii), an eligible livestock producer shall be
24	eligible to receive assistance under this
25	paragraph for the period—

1	"(I) beginning on the date on
2	which the Federal agency excludes the
3	eligible livestock producer from using
4	the managed rangeland for grazing;
5	and
6	"(II) ending on the last day of
7	the Federal lease of the eligible live-
8	stock producer.
9	"(ii) Limitation.—An eligible live-
10	stock producer may only receive assistance
11	under this paragraph for losses that occur
12	on not more than 180 days per year.
13	"(5) No duplicative payments.—
14	"(A) IN GENERAL.—An eligible livestock
15	producer may elect to receive assistance for
16	grazing or pasture feed losses due to drought
17	conditions under paragraph (3) or fire under
18	paragraph (4), but not both for the same loss,
19	as determined by the Secretary.
20	"(B) Relationship to other assist-
21	ANCE.—An eligible livestock producer that re-
22	ceives assistance under this subsection may not
23	also receive assistance for losses to crops on the
24	same land with the same intended use.

1	"(d) Emergency Assistance for Livestock,
2	HONEY BEES, AND FARM-RAISED FISH.—
3	"(1) IN GENERAL.—For each of the fiscal years
4	2012 through 2017, the Secretary shall use not
5	more than \$20,000,000 of the funds of the Com-
6	modity Credit Corporation to provide emergency re-
7	lief to eligible producers of livestock, honey bees, and
8	farm-raised fish to aid in the reduction of losses due
9	to disease, adverse weather, or other conditions, such
10	as blizzards and wildfires, as determined by the Sec-
11	retary, that are not covered under subsection (b) or
12	(e).
13	"(2) Use of funds.—Funds made available
14	under this subsection shall be used to reduce losses
15	caused by feed or water shortages, disease, or other
16	factors as determined by the Secretary.
17	"(3) Availability of funds.—Any funds
18	made available under this subsection shall remain
19	available until expended.
20	"(e) Payment Limitations.—
21	"(1) Definitions of legal entity and per-
22	son.—In this subsection, the terms 'legal entity' and
23	'person' have the meaning given those terms in sec-
24	tion 1001(a) of the Food Security Act of 1985 (7

- U.S.C. 1308(a) (as amended by section 1603 of the
 Food, Conservation, and Energy Act of 2008).
- 3 "(2) Amount.—The total amount of disaster 4 assistance payments received, directly or indirectly, 5 by a person or legal entity (excluding a joint venture 6 or general partnership) under this section may not 7 exceed \$100,000 for any crop year.
- 8 "(3) DIRECT ATTRIBUTION.—Subsections (e)
 9 and (f) of section 1001 of the Food Security Act of
 10 1985 (7 U.S.C. 1308) or any successor provisions
 11 relating to direct attribution shall apply with respect
 12 to assistance provided under this section.".

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