## <sup>112TH CONGRESS</sup> 2D SESSION **S. 2141**

To amend the Packers and Stockyards Act, 1921, to make it unlawful for a packer to own, feed, or control livestock intended for slaughter.

## IN THE SENATE OF THE UNITED STATES

FEBRUARY 29, 2012

Mr. GRASSLEY (for himself, Mr. CONRAD, Mr. JOHNSON of South Dakota, and Mr. HARKIN) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

## A BILL

- To amend the Packers and Stockyards Act, 1921, to make it unlawful for a packer to own, feed, or control livestock intended for slaughter.
  - 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. PROHIBITION ON PACKERS OWNING, FEEDING,

- 4 **OR CONTROLLING LIVESTOCK.**
- 5 (a) IN GENERAL.—Section 202 of the Packers and
- 6 Stockyards Act, 1921 (7 U.S.C. 192), is amended—
- 7 (1) by redesignating subsections (f) and (g) as
- 8 subsections (g) and (h), respectively; and

(2) by inserting after subsection (e) the fol lowing:

3 "(f) Own or feed livestock directly, through a sub-4 sidiary, or through an arrangement that gives the packer 5 operational, managerial, or supervisory control over the 6 livestock, or over the farming operation that produces the 7 livestock, to such an extent that the producer is no longer 8 materially participating in the management of the oper-9 ation with respect to the production of the livestock, except that this subsection shall not apply to— 10

"(1) an arrangement entered into within 7 days
(excluding any Saturday or Sunday) before slaughter of the livestock by a packer, a person acting
through the packer, or a person that directly or indirectly controls, or is controlled by or under common
control with, the packer;

17 "(2) a cooperative or entity owned by a cooper18 ative, if a majority of the ownership interest in the
19 cooperative is held by active cooperative members
20 that—

21 "(A) own, feed, or control livestock; and
22 "(B) provide the livestock to the coopera23 tive for slaughter;

24 "(3) a packer that is not required to report to25 the Secretary on each reporting day (as defined in

1	section 212 of the Agricultural Marketing Act of
2	1946 (7 U.S.C. 1635a)) information on the price
3	and quantity of livestock purchased by the packer;
4	or
5	"(4) a packer that owns 1 livestock processing
6	plant; or".
7	(b) EFFECTIVE DATE.—
8	(1) IN GENERAL.—Subject to paragraph (2),
9	the amendments made by subsection (a) take effect
10	on the date of enactment of this Act.
11	(2) TRANSITION RULES.—In the case of a pack-
12	er that on the date of enactment of this Act owns,
13	feeds, or controls livestock intended for slaughter in
14	violation of section 202(f) of the Packers and Stock-
15	yards Act, 1921 (as amended by subsection (a)), the
16	amendments made by subsection (a) apply to the
17	packer—
18	(A) in the case of a packer of swine, begin-
19	ning on the date that is 18 months after the
20	date of enactment of this Act; and
21	(B) in the case of a packer of any other
22	type of livestock, beginning as soon as prac-
23	ticable, but not later than 180 days, after the

1 date of enactment of this Act, as determined by

2 the Secretary of Agriculture.