

115TH CONGRESS
2D SESSION

H. R. 5276

To modernize the Food for Peace Program in the United States Agency
for International Development, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MARCH 14, 2018

Mr. ROYCE of California (for himself and Mr. BLUMENAUER) introduced the following bill; which was referred to the Committee on Foreign Affairs, and in addition to the Committee on Agriculture, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To modernize the Food for Peace Program in the United
States Agency for International Development, 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; TABLE OF CONTENTS.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Food for Peace Modernization Act”.

6 (b) TABLE OF CONTENTS.—

Sec. 1. Short title; table of contents.

Sec. 2. United States policies.

TITLE I—FOOD FOR PEACE EMERGENCY AND NONEMERGENCY
FOOD ASSISTANCE PROGRAMS

- Sec. 101. Establishment of Food for Peace Program.
- Sec. 102. Provision of assistance.
- Sec. 103. Securing the role of American farmers in the Food for Peace Program.
- Sec. 104. Minimum levels.
- Sec. 105. Generation and use of currencies by private voluntary organizations and cooperatives.
- Sec. 106. Food assistance consultative group.
- Sec. 107. Organizational correction.
- Sec. 108. Administration.
- Sec. 109. International food relief partnership.

TITLE II—GENERAL AUTHORITIES AND REQUIREMENTS

- Sec. 201. Definitions.
- Sec. 202. General provisions.
- Sec. 203. Agreements.
- Sec. 204. Administrative provisions.
- Sec. 205. Expiration date.
- Sec. 206. Minimum level of nonemergency food assistance.
- Sec. 207. Micronutrient fortification programs.
- Sec. 208. John Ogonowski and Doug Bereuter Farmer-to-Farmer Program.

1 SEC. 2. UNITED STATES POLICIES.

2 (a) IN GENERAL.—Section 2 of the Food for Peace
3 Act (7 U.S.C. 1691) is amended to read as follows:

4 “SEC. 2. UNITED STATES POLICIES.

5 “(a) IN GENERAL.—It is the policy of the United
6 States to advance the security, economic, and humani-
7 tarian interests of the United States overseas by sup-
8 porting the growth of healthier, more stable societies and
9 creating opportunities for expanded United States invest-
10 ment and trade through the provision of United States
11 foreign assistance, including agricultural commodities, au-
12 thorized under this Act to—

13 “(1) reduce global poverty, hunger, malnutri-
14 tion, and their attendant causes;

1 “(2) respond to, mitigate, and prevent famines
2 and food crises arising from natural and man-made
3 disasters;

4 “(3) improve food and nutrition security while
5 building resilience to shocks, particularly among vul-
6 nerable groups;

7 “(4) advance democracy and free market prin-
8 ciples, facilitate trade, and catalyze inclusive, agri-
9 culture-led economic growth in developing countries;
10 and

11 “(5) reduce long-term reliance upon United
12 States foreign assistance.

13 “(b) EFFICIENCY AND EFFECTIVENESS OF UNITED
14 STATES INTERNATIONAL FOOD ASSISTANCE.—It is the
15 policy of the United States to enhance the efficiency and
16 effectiveness of United States international food assist-
17 ance activities by—

18 “(1) coordinating with, and seeking commit-
19 ments of appropriate levels of food assistance by, do-
20 nors to meet the legitimate needs of developing
21 countries and countries experiencing food crises;

22 “(2) ensuring that food assistance continues to
23 be provided through appropriate channels, including
24 through—

1 “(A) intergovernmental and multilateral
2 organizations;

3 “(B) international, national, and local pri-
4 vate voluntary, nongovernmental, faith-based,
5 and civil society organizations; and

6 “(C) national and local governments and
7 institutions; and

8 “(3) ensuring, to the maximum extent prac-
9 ticable, that options for providing food assistance for
10 emergency and nonemergency purposes, including
11 through the provision of in-kind agricultural com-
12 modities or other forms of United States foreign as-
13 sistance, are not subject to limitation, provided
14 that—

15 “(A) decisions about to whom, when,
16 where, and how to provide assistance are based
17 on thorough assessments of need, timeliness,
18 appropriateness, cost-effectiveness, and risk of
19 diversion and waste; and

20 “(B) such assistance is provided in a man-
21 ner that—

22 “(i) avoids disincentives to local agri-
23 cultural production and marketing; and

24 “(ii) minimizes commercial market
25 disruptions; and

1 “(4) rigorously monitoring and evaluating food
2 assistance programs and activities, identifying best
3 practices, sharing learning, and adapting such pro-
4 grams and activities as necessary and appropriate.”.

5 (b) CONFORMING AMENDMENT.—The Food for
6 Peace Act is amended by striking section 3 (7 U.S.C.
7 1691a).

8 **TITLE I—FOOD FOR PEACE**
9 **EMERGENCY AND NON-**
10 **EMERGENCY FOOD ASSIST-**
11 **ANCE PROGRAMS**

12 **SEC. 101. ESTABLISHMENT OF FOOD FOR PEACE PROGRAM.**

13 Section 201 of the Food for Peace Act (7 U.S.C.
14 1721) is amended to read as follows:

15 **“SEC. 201. ESTABLISHMENT OF FOOD FOR PEACE PRO-**
16 **GRAM.**

17 “The President, working through the Administrator
18 of the United States Agency for International Develop-
19 ment (referred to in this title as the ‘Administrator’), shall
20 establish a program (to be known as the Food for Peace
21 Program) to provide assistance, including agricultural
22 commodities, in foreign countries on behalf of the people
23 of the United States in furtherance of the policies set forth
24 in section 2.”.

1 **SEC. 102. PROVISION OF ASSISTANCE.**

2 Section 202 of the Food for Peace Act (7 U.S.C.
3 1722) is amended—

4 (1) in the heading, by striking “**AGRICUL-**
5 **TURAL COMMODITIES**” and inserting “**ASSIST-**
6 **ANCE**”;

7 (2) by amending subsection (a) to read as fol-
8 lows:

9 “(a) **EMERGENCY ASSISTANCE.**—Notwithstanding
10 any other provision of law, the Administrator may provide
11 assistance, including agricultural commodities, under this
12 title to meet emergency food security needs through gov-
13 ernments and public or private entities, including intergov-
14 ernmental organizations such as the World Food Program
15 and other multilateral organizations, in such manner, in-
16 cluding through grants, contracts, and other transactions,
17 and on such terms and conditions as the Administrator
18 determines appropriate.”;

19 (3) by amending subsection (b) to read as fol-
20 lows:

21 “(b) **NONEMERGENCY ASSISTANCE.**—

22 “(1) **IN GENERAL.**—The Administrator may
23 provide assistance, including agricultural commod-
24 ities, under this title to meet nonemergency food se-
25 curity needs through eligible organizations (as de-
26 scribed in subsection (d)) in such manner, including

1 through grants, contracts, and other transactions,
2 and on such terms and conditions as the Adminis-
3 trator determines appropriate.

4 “(2) PROGRAM DIVERSITY.—The Administrator
5 may—

6 “(A) encourage eligible organizations to
7 propose and implement program plans to ad-
8 dress one or more of the policies set forth in
9 section 2; and

10 “(B) consider proposals that incorporate a
11 variety of program objectives and strategic
12 plans based on the identification by eligible or-
13 ganizations of appropriate activities, consistent
14 with section 2, to promote economic develop-
15 ment in foreign countries.

16 “(3) COORDINATION.—Nonemergency assist-
17 ance provided under this title shall be coordinated,
18 to the greatest extent practicable and appropriate,
19 with complementary food and nutrition security as-
20 sistance made available pursuant to chapter 1 of
21 part I of the Foreign Assistance Act of 1961 (22
22 U.S.C. 2151 et seq.).”;

23 (4) in the heading of subsection (c), by striking
24 “ASSISTANCE” and inserting “AGRICULTURAL COM-
25 MODITIES”; and

1 (5) by amending subsections (e), (f), and (g) to
2 read as follows:

3 “(e) INVESTMENT AUTHORITY.—An eligible organi-
4 zation that receives financial assistance under this title
5 may invest such funds pending use for project purposes.
6 Any interest earned on such investment shall be used for
7 the purposes for which the assistance was provided to the
8 eligible organization without further appropriation by
9 Congress.

10 “(f) EFFECTIVE USE OF ASSISTANCE.—Organiza-
11 tions and cooperatives receiving assistance, including agri-
12 cultural commodities, under this title shall ensure that
13 such assistance is used effectively and in the areas of
14 greatest need by—

15 “(1) working with indigenous institutions and
16 employing indigenous workers, to the extent feasible;

17 “(2) assessing and taking into account nutri-
18 tional and other needs of beneficiary groups;

19 “(3) helping such beneficiary groups to design
20 and carry out mutually acceptable projects;

21 “(4) recommending to the Administrator meth-
22 ods of making assistance available that are the most
23 appropriate for each local setting;

24 “(5) supervising the provision of assistance, in-
25 cluding the distribution of agricultural commodities,

1 and the implementation of the projects for which as-
2 sistance, including agricultural commodities, was
3 provided under this title; and

4 “(6) regularly monitoring and evaluating the ef-
5 fectiveness of projects for which assistance, including
6 agricultural commodities, was provided under this
7 title, including assistance related to program integ-
8 rity.

9 “(g) LABELING.—Assistance, including agricultural
10 commodities, provided under this title shall, to the great-
11 est extent practicable, be clearly identified with appro-
12 priate markings in the language of the locality in which
13 such assistance is provided, as being furnished by the peo-
14 ple of the United States of America.”.

15 **SEC. 103. SECURING THE ROLE OF AMERICAN FARMERS IN**
16 **THE FOOD FOR PEACE PROGRAM.**

17 The Food for Peace Act is further amended—

18 (1) by redesignating section 203 (7 U.S.C.
19 1723) as section 205 and transferring such section
20 so as to appear after section 204;

21 (2) by redesignating section 205 (17 U.S.C.
22 1725) as section 206 and transferring such section
23 so as to appear before section 207; and

24 (3) by inserting after section 202 (7 U.S.C.
25 1722) the following new section:

1 **“SEC. 203. SECURING THE ROLE OF AMERICAN FARMERS IN**
2 **THE FOOD FOR PEACE PROGRAM.**

3 “(a) FINDINGS.—Congress finds the following:

4 “(1) American farmers have played a critical
5 role in the Food for Peace Program since Congress
6 established such program in 1954 to reduce hunger
7 and poverty overseas through the donation of sur-
8 plus government-held agricultural commodities that
9 had accumulated under Department of Agriculture
10 commodity price support programs.

11 “(2) Through the generosity of the American
12 people, and with the help of American farmers—

13 “(A) more than 4,000,000,000 people have
14 received life-saving food assistance; and

15 “(B) more than 150 countries have bene-
16 fitted from United States-supported food secu-
17 rity programs.

18 “(3) Despite the cessation of the commodity
19 price support programs and the drawdown of sur-
20 plus stocks that occasioned the creation of the Food
21 for Peace Program in 1954, American farmers con-
22 tinue to play a critical role in United States inter-
23 national food assistance programs, particularly as a
24 result of their innovation, expertise, and unmatched
25 capacity to produce high-quality agricultural com-

1 commodities that are critical to meeting growing global
2 food needs.

3 “(b) SENSE OF CONGRESS.—It is the sense of Con-
4 gress that modernizing the Food for Peace Program, in-
5 cluding through the introduction of more flexible ap-
6 proaches to meeting food needs overseas, does not negate
7 the need and desire for American farmers to continue to
8 play an integral role in United States international food
9 assistance and agricultural development programs over-
10 seas.”.

11 **SEC. 104. MINIMUM LEVELS.**

12 Section 204 of the Food for Peace Act (7 U.S.C.
13 1724) is amended to read as follows:

14 **“SEC. 204. MINIMUM LEVELS.**

15 “(a) AGRICULTURAL COMMODITIES.—Not less than
16 25 percent of the amounts made available to provide as-
17 sistance, including agricultural commodities, under this
18 title shall be made available for the purchase and distribu-
19 tion of United States agricultural commodities, including
20 associated costs for the provision of agricultural commod-
21 ities, in accordance with this title.

22 “(b) NONEMERGENCY FOOD ASSISTANCE.—

23 “(1) IN GENERAL.—Of the amounts made
24 available to carry out this title, not less than

1 \$350,000,000 shall be expended for nonemergency
2 food assistance authorized under section 202(b).

3 “(2) NONDUPLICATION.—In order to avoid du-
4 plication and ensure the availability of resources to
5 meet emergency needs, funds made available under
6 chapter 1 of part I of the Foreign Assistance Act of
7 1961 (22 U.S.C. 2151 et seq.) through grants or co-
8 operative agreements to strengthen food security in
9 developing countries that are consistent with the
10 goals of this title may be deemed to be expended on
11 nonemergency food assistance for the purposes of
12 this subsection.

13 “(3) LIMITATION.—The amount made available
14 pursuant to paragraph (1) may not exceed 30 per-
15 cent of the total amount made available in any fiscal
16 year to carry out this title.

17 “(c) USE OF VALUE-ADDED AGRICULTURAL COM-
18 MODITIES.—In making agricultural commodities available
19 under this title, the Administrator should seek to ensure
20 that—

21 “(1) not less than 75 percent of the quantity of
22 such commodities required to be distributed during
23 each fiscal year under subsection (a) be in the form
24 of processed, fortified, or bagged commodities; and

1 “(2) not less than 50 percent of the quantity of
 2 the bagged, whole grain commodities be bagged in
 3 the United States.”.

4 **SEC. 105. GENERATION AND USE OF CURRENCIES BY PRI-**
 5 **VATE VOLUNTARY ORGANIZATIONS AND CO-**
 6 **OPERATIVES.**

7 Section 205 of the Food for Peace Act (7 U.S.C.
 8 1723), as redesignated by this Act, is amended—

9 (1) in subsection (b)—

10 (A) in the heading, by striking “MIN-
 11 IMUM”;

12 (B) by striking “shall” and inserting
 13 “may”;

14 (C) by striking “not less than” and insert-
 15 ing “not more than”; and

16 (D) by striking “under non-emergency pro-
 17 grams under this title for each fiscal year, to
 18 generate proceeds to be used as provided in this
 19 section” and inserting “under section 202(b)”;

20 (2) in subsection (c), by striking “entered into
 21 between the Administrator and the organization or
 22 cooperative” and inserting “described in subsection
 23 (a)”;

24 (3) in subsection (d)—

1 (A) by amending paragraph (1) to read as
2 follows:

3 “(1) be used for associated costs;” and

4 (B) in paragraph (3), by striking “may”
5 and inserting “shall”.

6 **SEC. 106. FOOD ASSISTANCE CONSULTATIVE GROUP.**

7 Section 206 of the Food for Peace Act (7 U.S.C.
8 1725), as redesignated by this Act, is amended—

9 (1) in the heading, by striking “**AID**” and in-
10 serting “**ASSISTANCE**”;

11 (2) in subsection (d)—

12 (A) in paragraph (1), by striking “45” and
13 inserting “30”; and

14 (B) in paragraph (2), by striking “section
15 202(h)” and inserting “section 207(d)(4)”; and

16 (3) in subsection (f), by striking “2018” and
17 inserting “2023”.

18 **SEC. 107. ORGANIZATIONAL CORRECTION.**

19 The Food for Peace Act is amended—

20 (1) in subsection (h) of section 202 (7 U.S.C.
21 1726a)—

22 (A) by redesignating such subsection as
23 paragraph (4), and adjusting the margins ac-
24 cordingly;

1 (B) by redesignating paragraphs (1)
2 through (3) as subparagraphs (A) through (C),
3 respectively, and adjusting the margins accord-
4 ingly;

5 (C) in subparagraph (A), as redesignated
6 by subparagraph (B) of this paragraph, by re-
7 designating subparagraphs (A) through (G) as
8 clauses (i) through (vii), respectively, and ad-
9 justing the margins accordingly; and

10 (D) in subparagraph (B), as redesignated
11 by subparagraph (B) of this paragraph, by re-
12 designating subparagraphs (A) through (C) as
13 clauses (i) through (iii), respectively, and ad-
14 justing the margins accordingly;

15 (2) in section 207 (7 U.S.C. 1722), by redesign-
16 ating paragraph (4) as paragraph (5); and

17 (3) by transferring the subsection redesignated
18 as a paragraph under paragraph (1)(A) of this sub-
19 section so as to appear after paragraph (3) of sub-
20 section (d) of section 207, as redesignated by section
21 108(1) of this Act.

22 **SEC. 108. ADMINISTRATION.**

23 Section 207 of the Food for Peace Act (7 U.S.C.
24 1726a) is amended—

1 (1) by striking subsections (a) and (b), redesignating subsections (c), (d), (e), (f), and (g) as subsections (a), (b), (c), (d), and (e);

4 (2) in subsection (a), as so redesignated, by striking “the Agricultural Act of 2014” and inserting “the Food for Peace Modernization Act”;

7 (3) in subsection (b), as so redesignated, by inserting “agricultural” before “commodities”;

9 (4) in subsection (c), as so redesignated, by striking “this section” and inserting “this title”; and

11 (5) in subsection (d), as so redesignated—

12 (A) in paragraph (1), by amending subparagraph (B) to read as follows:

14 “(B) to monitor, evaluate, and improve the efficiency, effectiveness, and impact of assistance provided under this title.”;

17 (B) in paragraph (4), as redesignated and transferred by section 107 of this Act—

19 (i) in subparagraph (B)—

20 (I) in clause (i)—

21 (aa) by striking “subsection” and inserting “paragraph”;

24 (bb) by striking “and through”; and

25

1 (cc) by striking “aid” and
2 inserting “assistance”;

3 (II) in clause (ii)—

4 (aa) by striking “contracts”
5 and inserting “contracts or
6 grants”; and

7 (bb) by striking “services”
8 and inserting “services and ex-
9 pertise”; and

10 (III) in clause (iii)—

11 (aa) by striking “Aid” and
12 inserting “Assistance”; and

13 (bb) by striking “sub-
14 section” and inserting “para-
15 graph”; and

16 (ii) in subparagraph (C)—

17 (I) by striking “Of the funds
18 made available under section 207(f),
19 for fiscal years 2014 through 2018,”
20 and inserting “Of the amount made
21 available under paragraph (5), for fis-
22 cal years 2019 through 2023,”; and

23 (II) by striking “to carry out this
24 subsection” and inserting “to carry
25 out this paragraph”; and

1 (C) in paragraph (5), as redesignated by
2 section 107(2) of this Act—

3 (i) by amending subparagraph (A) to
4 read as follows:

5 “(A) IN GENERAL.—Subject to paragraph
6 (4)(C), in addition to other funds made avail-
7 able to the Administrator to carry out the mon-
8 itoring and evaluation of food assistance, the
9 Administrator may use up to 5 percent of the
10 amounts made available under this Act for each
11 of the fiscal years 2019 through 2023 to imple-
12 ment this subsection.”; and

13 (ii) in subparagraph (B)—

14 (I) in clause (i), by striking “fis-
15 cal years 2014 through 2018” and in-
16 serting “fiscal years 2019 through
17 2023”; and

18 (II) by amending clause (ii) to
19 read as follows:

20 “(ii) CONDITION.—No funds shall be
21 made available under subparagraph (A), in
22 accordance with clause (i), unless not less
23 than an equal value is made available
24 under the Foreign Assistance Act of 1961

1 (22 U.S.C. 2151 et seq.) for such purposes
2 for such fiscal year.”.

3 **SEC. 109. INTERNATIONAL FOOD RELIEF PARTNERSHIP.**

4 Section 208 of the Food for Peace Act (7 U.S.C.
5 1726b) is amended—

6 (1) in the heading, by striking “**ASSISTANCE**
7 **FOR STOCKPILING AND RAPID TRANSPOR-**
8 **TATION, DELIVERY, AND DISTRIBUTION OF**
9 **SHELF-STABLE PREPACKAGED FOODS**” and in-
10 serting “**INTERNATIONAL FOOD RELIEF PART-**
11 **nership**”;

12 (2) in subsection (b), by amending paragraph
13 (2) to read as follows:

14 “(2) **PRIORITY.**—In providing grants under
15 subsection (a)(1), the Administrator shall provide a
16 preference to any United States nonprofit organiza-
17 tion that agrees to dedicate, for the preparation of
18 shelf-stable prepackaged foods and the establishment
19 and maintenance of stockpiles of such foods in the
20 United States in accordance with subsection
21 (a)(1)—

22 “(A) non-Federal funds equal to 50 per-
23 cent of the amount of grant funds received
24 under subsection (a)(1);

1 “(B) in-kind contributions valued at 50
2 percent of the amount of grant funds received
3 under subsection (a)(1); or

4 “(C) a combination of such funds and in-
5 kind contributions with a combined value of 50
6 percent of the amount of grant funds received
7 under subsection (a)(1).”; and

8 (3) in subsection (f), by striking “fiscal years
9 2014 through 2018” and inserting “fiscal years
10 2019 through 2023”.

11 **TITLE II—GENERAL AUTHORI-** 12 **TIES AND REQUIREMENTS**

13 **SEC. 201. DEFINITIONS.**

14 Section 402 of the Food for Peace Act (7 U.S.C.
15 1732) is amended—

16 (1) by amending paragraph (3) to read as fol-
17 lows:

18 “(3) APPROPRIATE COMMITTEE OF CON-
19 GRESS.—The term ‘appropriate committee of Con-
20 gress’ means—

21 “(A) the Committee on Agriculture, Nutri-
22 tion, and Forestry of the Senate;

23 “(B) the Committee on Appropriations of
24 the Senate;

1 “(C) the Committee on Foreign Relations
2 of the Senate;

3 “(D) the Committee on Agriculture of the
4 House of Representatives;

5 “(E) the Committee on Appropriations of
6 the House of Representatives; and

7 “(F) the Committee on Foreign Affairs of
8 the House of Representatives.”;

9 (2) by inserting after paragraph (3) the fol-
10 lowing new paragraph:

11 “(4) ASSOCIATED COSTS.—The term ‘associated
12 costs’ means funds made available under this Act to
13 assist eligible organizations described in section
14 202(d)—

15 “(A) to establish programs under this Act;

16 “(B) to meet specific administrative, man-
17 agement, personnel, transportation, storage,
18 distribution, and implementation costs for car-
19 rying out programs and providing commodities
20 in foreign countries under this Act;

21 “(C) in the case of commodities for urgent
22 and extraordinary relief requirements (including
23 prepositioned commodities), to meet the trans-
24 portation costs incurred in moving such com-
25 modities from designated points of entry or

ports of entry abroad to storage and distribution sites and associated storage and distribution costs; and

“(D) to improve and implement methodologies for food assistance programs, including needs assessments (upon the request of the Administrator), monitoring, and evaluation.”; and

(3) by redesignating paragraphs (4), (5), (6), (7), (8), and (9) as paragraphs (5), (6), (7), (8), (9), and (10), respectively.

SEC. 202. GENERAL PROVISIONS.

Section 403 of the Food for Peace Act (7 U.S.C. 1733) is amended—

(1) in subsection (a)—

(A) in paragraphs (1) and (2), by inserting “agricultural” before “commodity” each time it appears; and

(B) in paragraph (2), by striking “that country” and inserting “the recipient country”;

(2) in subsection (c), by striking “donated or purchased” and inserting “provided”;

(3) in subsection (e), by striking “assure” and inserting “ensure”;

(4) in subsection (i)—

1 (A) in paragraph (1), by striking “as ap-
2 propriate,” and inserting “as appropriate and
3 in consultation with the Secretary of State,”;

4 (B) in paragraph (2)(B), by striking “as
5 appropriate,” and inserting “as appropriate and
6 in consultation with the Secretary of State,”;
7 and

8 (C) in paragraph (3), by striking “as ap-
9 propriate,” and inserting “as appropriate and
10 in consultation with the Secretary of State,”;
11 and

12 (5) by amending subsection (m) to read as fol-
13 lows:

14 “(m) MONITORING REQUIREMENT.—Funds made
15 available under this Act may only be used to provide as-
16 sistance to recipients if adequate monitoring and controls,
17 as determined by the Administrator, are in place to ensure
18 that emergency food assistance is received by the intended
19 beneficiaries in areas affected by food shortages and not
20 diverted for unauthorized or inappropriate purposes.”.

21 **SEC. 203. AGREEMENTS.**

22 Section 404 of the Food for Peace Act (7 U.S.C.
23 1734) is amended—

24 (1) in subsection (c)—

1 (A) in paragraph (1), by striking “to re-
2 cipient countries” and inserting “in recipient
3 countries”; and

4 (B) in paragraph (2)(B), by striking “aid”
5 and inserting “assistance”; and

6 (2) by amending subsection (d) to read as fol-
7 lows:

8 “(d) REVIEW OF AGREEMENTS.—The Secretary or
9 the Administrator, as appropriate, may terminate, or
10 refuse to enter into, a multiyear agreement with an eligible
11 organization in a country if the Secretary or Adminis-
12 trator, as appropriate, determines that such country is not
13 fulfilling the objectives or requirements under this Act,
14 after considering the extent to which the country is—

15 “(1) making significant economic development
16 reforms;

17 “(2) promoting free and open markets for food
18 and agricultural producers; and

19 “(3) fostering increased food security.”.

20 **SEC. 204. ADMINISTRATIVE PROVISIONS.**

21 Section 407 of the Food for Peace Act (7 U.S.C.
22 1736a) is amended—

23 (1) in subsection (c)(4)(A), by striking “2018”
24 both places such term appears and inserting
25 “2023”; and

1 (2) by amending subsection (f) to read as fol-
2 lows:

3 “(f) ANNUAL REPORT.—

4 “(1) IN GENERAL.—Not later than April 1 of
5 each fiscal year, the Administrator and the Sec-
6 retary shall jointly prepare and submit to the appro-
7 priate committees of Congress a report regarding
8 each program and activity carried out under this Act
9 during the prior fiscal year.

10 “(2) CONTENTS.—An annual report described
11 in paragraph (1) shall include, with respect to the
12 prior fiscal year—

13 “(A) a list that contains a description of
14 each country and organization that receives
15 food and other assistance under this Act (in-
16 cluding the quantity of food and assistance pro-
17 vided to each country and organization);

18 “(B) a general description of each project
19 and activity implemented under this Act (in-
20 cluding each activity funded through the use of
21 local currencies) and the total number of bene-
22 ficiaries of the project and the activities carried
23 out through such project;

24 “(C) a statement describing the quantity
25 of agricultural commodities made available to,

1 and the total number of beneficiaries in, each
2 country pursuant to—

3 “(i) section 416(b) of the Agricultural
4 Act of 1949 (7 U.S.C. 1431(b));

5 “(ii) the Food for Progress Act of
6 1985 (7 U.S.C. 1736o); and

7 “(iii) the McGovern-Dole Inter-
8 national Food for Education and Child
9 Nutrition Program established by section
10 3107 of the Farm Security and Rural In-
11 vestment Act of 2002 (7 U.S.C. 1736o–1);

12 “(D) an assessment of the progress made
13 through programs under this Act towards re-
14 ducing food insecurity in the populations receiv-
15 ing food assistance from the United States;

16 “(E) a description of efforts undertaken by
17 the Food Assistance Consultative Group under
18 section 206 to achieve an integrated and effec-
19 tive food assistance program;

20 “(F) an assessment of—

21 “(i) each program oversight, moni-
22 toring, and evaluation system implemented
23 under section 207(d); and

24 “(ii) the impact of each program over-
25 sight, monitoring, and evaluation system

1 on the effectiveness and efficiency of as-
2 sistance provided under this title;

3 “(G) an assessment of the progress made
4 by the Administrator in addressing issues relat-
5 ing to quality with respect to the provision of
6 food assistance;

7 “(H) the amount of funds (including funds
8 for administrative costs, indirect cost recovery,
9 internal transportation, storage and handling,
10 and associated distribution costs) provided to
11 each eligible organization that received assist-
12 ance under this Act in the applicable fiscal
13 year;

14 “(I) a description of how the funds de-
15 scribed in subparagraph (H) were used by the
16 eligible organization;

17 “(J) a description of the actual rate of re-
18 turn for each agricultural commodity made
19 available under this Act, including—

20 “(i) factors that influenced the rate of
21 return; and

22 “(ii) for each agricultural commodity,
23 the cost of bagging or further processing,
24 ocean transportation, inland transportation
25 in the recipient country, storage costs, and

1 any other information that the Adminis-
2 trator determines to be necessary;

3 “(K) for each instance in which an agricul-
4 tural commodity was made available under this
5 Act at a rate of return less than 70 percent, a
6 description of the reasons for the rate of return
7 realized; and

8 “(L) a description of how funds provided
9 under section 207 were utilized.

10 “(3) RATE OF RETURN DESCRIBED.—For the
11 purposes of paragraph (2)(J), the rate of return for
12 an agricultural commodity shall be equal to the pro-
13 portion that—

14 “(A) the proceeds the implementing part-
15 ners generate through monetization; bears to

16 “(B) the cost to the Federal Government
17 to procure and ship the agricultural commodity
18 to a recipient country for monetization.”.

19 **SEC. 205. EXPIRATION DATE.**

20 Section 408 of the Food for Peace Act (7 U.S.C.
21 1736b) is amended by striking “2018” and inserting
22 “2023”.

1 **SEC. 206. MINIMUM LEVEL OF NONEMERGENCY FOOD AS-**
2 **SISTANCE.**

3 Section 412 of the Food for Peace Act (7 U.S.C.
4 1736f) is amended by striking subsection (e).

5 **SEC. 207. MICRONUTRIENT FORTIFICATION PROGRAMS.**

6 Section 415 of the Food for Peace Act (7 U.S.C.
7 1736g–2) is amended in subsection (c), by striking “Sep-
8 tember 30, 2018” and inserting “December 31, 2023”.

9 **SEC. 208. JOHN OGONOWSKI AND DOUG BEREUTER FARM-**
10 **ER-TO-FARMER PROGRAM.**

11 Section 501 of the Food for Peace Act (7 U.S.C.
12 1737) is amended—

13 (1) in subsection (d)—

14 (A) by striking “2018” and inserting
15 “2023”; and

16 (B) by striking “this Act” and inserting
17 “section 202(b)”; and

18 (2) in subsection (e)(1), by striking “2018” and
19 inserting “2023”.

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