

119TH CONGRESS
1ST SESSION

S. 910

To require the Secretary of Agriculture to establish a pilot program to implement a pre-qualification or pre-approval process for farmers and ranchers with respect to a direct farm ownership loan under the Consolidated Farm and Rural Development Act, and for other purposes.

IN THE SENATE OF THE UNITED STATES

MARCH 10, 2025

Mr. WELCH (for himself, Mr. HOEVEN, and Ms. SMITH) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

A BILL

To require the Secretary of Agriculture to establish a pilot program to implement a pre-qualification or pre-approval process for farmers and ranchers with respect to a direct farm ownership loan under the Consolidated Farm and Rural Development Act, 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 “Farm Ownership Im-
5 provement Act”.

1 **SEC. 2. DIRECT FARM OWNERSHIP LOAN PILOT PROGRAM.**

2 Subtitle D of the Consolidated Farm and Rural De-
3 velopment Act is amended by inserting after section 374
4 (7 U.S.C. 2008i) the following:

5 **“SEC. 375. DIRECT FARM OWNERSHIP LOAN PILOT PRO-**
6 **GRAM.**

7 “(a) ESTABLISHMENT OF PILOT PROGRAM.—Not
8 later than 2 years after the date of enactment of the Farm
9 Ownership Improvement Act, the Secretary shall establish
10 a 5-year pilot program (referred to in this section as the
11 ‘pilot program’) to implement a pre-qualification or pre-
12 approval process for farmers and ranchers with respect to
13 a direct farm ownership loan under subtitle A.

14 “(b) BORROWER VIABILITY AND REPAYMENT AS-
15 SESSMENT.—In carrying out section 360(b) with respect
16 to a participant in the pilot program, the Secretary, as
17 the Secretary determines to be appropriate, may make use
18 of alternative methods, including financial benchmarking,
19 to reliably evaluate the financial viability of the participant
20 and the likelihood of repayment of the applicable loan.

21 “(c) LIMITATION.—This section shall not be inter-
22 preted to repeal any borrowing requirement imposed under
23 subtitle A.

24 “(d) OUTREACH PRIORITY.—In conducting outreach
25 relating to the pilot program, the Secretary shall prioritize

1 outreach to organizations that have demonstrated engage-
2 ment with beginning farmers or ranchers.

3 “(e) EVALUATION AND REPORTS.—The Secretary
4 shall—

5 “(1) evaluate the pilot program on an ongoing
6 basis; and

7 “(2) annually submit to the Committee on Agri-
8 culture, Nutrition, and Forestry of the Senate and
9 the Committee on Agriculture of the House of Rep-
10 resentatives a written report that includes—

11 “(A) a description of the performance out-
12 comes of the pilot program, including stake-
13 holder and participant evaluations, assessments,
14 and participation demographics, that includes
15 the information described in section
16 5413(b)(1)(A)(iv) of the Agriculture Improve-
17 ment Act of 2018 (7 U.S.C.
18 2008x(b)(1)(A)(iv)); and

19 “(B) a recommendation as to the value of
20 the pilot program, including whether to author-
21 ize a permanent program modeled on the pilot
22 program.”.

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