Congress of the United States

Washington, DC 20510

May 17, 2021

The Honorable Merrick Garland Attorney General U.S. Department of Justice 950 Pennsylvania Avenue, NW Washington, DC 20250

Dear Attorney General Garland:

We want to bring to your attention our concerns with potential instances of improper and anticompetitive activities in the live cattle and beef industry. Nearly a year ago, on May 22, 2020, the U.S. Department of Justice (DOJ) Antitrust Division sent civil investigative demands (CIDs) to the nation's four biggest meatpackers. Since that time, the American people have seen no public results from the investigation. In fact, there is no information to even suggest whether the investigation has concluded or is still ongoing. Due to the change in leadership at DOJ since these CIDs were issued and the new allegations of anticompetitive activities since that time, we encourage the Antitrust Division to continue its civil investigation of these entities. Additionally, to the extent allowed by statute, we request that DOJ provide Congress updates on any investigations or ongoing vigilance.

Cattle producers have faced significant challenges over the last few years. In 2019, a fire at a single beef plant in Kansas, a facility that accounted for approximately 6 percent of our nation's beef processing capacity at the time, created significant market disruptions. In 2020, the COVID-19 pandemic-related plant closures led to additional processing capacity shortfalls and supply chain disruptions throughout the country. It appears plant labor shortfalls remain an issue today. While black swan events do not always prove wrongdoing, additional attention can reinforce confidence in the system.

Cattle producers, especially small feeders, are again experiencing difficult conditions that are threatening their ability to stay in business. With a tight supply chain, any changes in processing capacity can have a dramatic impact on cattle prices, preventing producers from capturing margin from boxed beef rallies.

It is critically important that producers have fair and transparent markets for the commodities they produce. We urge the DOJ Antitrust Division to continue vigilance and where possible, provide updates of findings.

Thank you for your prompt attention to this request.

Sincerely,

JOHN THUNE United States Senator

CHARLES E. GRASSLEY United States Senator

KEVIN CRAMER United States Senator

CYNTHIA LUMMIS United States Senator

JOHN HOEVEN Member of Congress

KELLY ARMSTRONG Member of Congress

LE CHENEY Member of Congress

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MARIANNETTE MILLER-MEEKS, M.D. Member of Congress

DUSTY JOHNSON Member of Congress

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JOHN BARRASSO, M.D. United States Senator

STEVE DAINES United States Senator

JONI K. ERNST United States Senator

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DEB FISCHER Member of Congress

RANDY FEENSTRA Member of Congress

MATTHEW ROSENDALE, Sr. Member of Congress

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ASHLEY HINSON Member of Congress