

114TH CONGRESS  
2D SESSION

**S.** \_\_\_\_\_

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

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IN THE SENATE OF THE UNITED STATES

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Mr. GRASSLEY introduced the following bill; which was read twice and referred to the Committee on \_\_\_\_\_

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**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;

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

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

9               “(1) an arrangement entered into within 7 days  
10       (excluding any Saturday or Sunday) before slaugh-  
11       ter of the livestock by a packer, a person acting  
12       through the packer, or a person that directly or indi-  
13       rectly controls, or is controlled by or under common  
14       control with, the packer;

15               “(2) a cooperative or entity owned by a cooper-  
16       ative, if a majority of the ownership interest in the  
17       cooperative is held by active cooperative members  
18       that—

19                       “(A) own, feed, or control livestock; and

20                       “(B) provide the livestock to the coopera-  
21       tive for slaughter;

22               “(3) a packer that is not required to report to  
23       the Secretary on each reporting day (as defined in  
24       section 212 of the Agricultural Marketing Act of  
25       1946 (7 U.S.C. 1635a)) information on the price

1 and quantity of livestock purchased by the packer;  
2 or

3 “(4) a packer that owns 1 livestock processing  
4 plant; or”; and

5 (3) in subsection (h) (as redesignated by para-  
6 graph (1)), by striking “or (e)” and inserting “(e),  
7 or (f)”.

8 (b) EFFECTIVE DATE.—

9 (1) IN GENERAL.—Subject to paragraph (2),  
10 the amendments made by subsection (a) take effect  
11 on the date of enactment of this Act.

12 (2) TRANSITION RULES.—In the case of a pack-  
13 er that on the date of enactment of this Act owns,  
14 feeds, or controls livestock intended for slaughter in  
15 violation of section 202(f) of the Packers and Stock-  
16 yards Act, 1921 (as amended by subsection (a)), the  
17 amendments made by subsection (a) apply to the  
18 packer—

19 (A) in the case of a packer of swine, begin-  
20 ning on the date that is 18 months after the  
21 date of enactment of this Act; and

22 (B) in the case of a packer of any other  
23 type of livestock, beginning as soon as prac-  
24 ticable, but not later than 180 days, after the

1 date of enactment of this Act, as determined by  
2 the Secretary of Agriculture.