

104<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# S. 659

To amend the Food, Agriculture, Conservation, and Trade Act of 1990 to replace the prohibition on higher State make allowances for the processing of milk with a requirement that the support purchase price for milk be reduced if a person collects a State make allowance that is higher than the Federal make allowance and the milk is purchased by the Commodity Credit Corporation, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

MARCH 31 (legislative day, MARCH 27), 1995

Mr. FEINGOLD introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

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## A BILL

To amend the Food, Agriculture, Conservation, and Trade Act of 1990 to replace the prohibition on higher State make allowances for the processing of milk with a requirement that the support purchase price for milk be reduced if a person collects a State make allowance that is higher than the Federal make allowance and the milk is purchased by the Commodity Credit Corporation, 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,*

1 **SECTION 1. MILK MANUFACTURING MARKETING ADJUST-**  
2 **MENT.**

3 Subsections (a) and (b) of section 102 of the Food,  
4 Agriculture, Conservation, and Trade Act of 1990 (7  
5 U.S.C. 1446e-1) are amended to read as follows:

6 “(a) DEFINITIONS.—In this section:

7 “(1) FEDERAL MAKE ALLOWANCE.—The term  
8 ‘Federal make allowance’ means the allowance for  
9 the processing of milk that is permitted under a  
10 Federal program to establish a Grade A price for  
11 manufacturing butter, nonfat dry milk, or cheese.

12 “(2) PERSON.—The term ‘person’ includes a  
13 cooperative.

14 “(3) STATE MAKE ALLOWANCE.—The term  
15 ‘State make allowance’ means the allowance for the  
16 processing of milk that is permitted by a State for  
17 manufacturing butter, nonfat dry milk, or cheese.

18 “(b) MILK MANUFACTURING MARKETING ADJUST-  
19 MENT.—Notwithstanding any other provision of law, if a  
20 person collects a State make allowance that is higher than  
21 the Federal make allowance and the milk or product of  
22 milk that is subject to the allowance is purchased by the  
23 Commodity Credit Corporation, regardless of the point of  
24 sale, the Corporation shall reduce the support purchase  
25 price for the milk and each product of the milk by an  
26 amount that is equal to the difference between the State

1 make allowance and the Federal make allowance for the  
2 milk and product, as determined by the Secretary of Agri-  
3 culture.”.

