111TH CONGRESS 1ST SESSION H.R. 3299

To require persons who seek to retain seed harvested from the planting of patented seeds to register with the Secretary of Agriculture and pay fees set by the Secretary for retaining such seed, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 22, 2009

Ms. KAPTUR introduced the following bill; which was referred to the Committee on Agriculture, and in addition to the Committee on Ways and Means, 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 require persons who seek to retain seed harvested from the planting of patented seeds to register with the Secretary of Agriculture and pay fees set by the Secretary for retaining such seed, 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 "Seed Availability and
- 5 Competition Act of 2009".

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1 SEC. 2. RETAINING PATENTED SEED.

2 (a) REGISTRATION.—Any person who plants patented
3 seed or seed derived from patented seed may retain seed
4 from the harvest of the planted seed for replanting by that
5 person if that person—

6 (1) submits to the Secretary of Agriculture no-7 tice, in such form as the Secretary may require, of 8 the type and quantity of seed to be retained and any 9 other information the Secretary determines to be ap-10 propriate; and

(2) pays the fee established by the Secretary
pursuant to subsection (b) for the type and quantity
of seed retained.

(b) FEES.—The Secretary of Agriculture shall establish a fee to be paid by a person pursuant to subsection
(a)(2) based on the type and quantity of seed retained.
The Secretary shall deposit amounts collected pursuant to
subsection (a)(2) in the Patented Seed Fund established
under subsection (e)(1).

(c) REFUNDS.—The Secretary of Agriculture may refund or make an adjustment of the fee paid pursuant to
subsection (a)(2) when the person is unable to plant or
harvest the retained seed as a result of a natural disaster
or related condition and under such other circumstances
as the Secretary considers such refund or adjustment appropriate.

(d) DISTRIBUTIONS.—The Secretary of Agriculture
 shall pay the collected fees to the appropriate patent hold ers, at a frequency that the Secretary determines is appro priate, from the Patented Seed Fund established under
 subsection (e)(1), taking into consideration the possibility
 of refunds pursuant to subsection (c).

7 (e) PATENTED SEED FUND.—

8 (1) ESTABLISHMENT.—There is established in 9 the Treasury of the United States a fund to be 10 known as the "Patented Seed Fund", consisting of 11 such amounts as may be received by the Secretary 12 and deposited into such Fund as provided in this 13 section.

14 (2) ADMINISTRATION.—The Fund shall be ad-15 ministered by the Secretary of Agriculture and all 16 moneys in the Fund shall be distributed solely by 17 the Secretary in accordance with this section and 18 shall not be distributed or appropriated for any 19 other purpose. Amounts in the Fund are available 20 without further appropriation and until expended to 21 make payments to patent holders.

(f) INAPPLICABILITY OF CONTRACTS AND PATENT
FEES.—A person who retains seed under subsection (a)
from the harvest of patented seed or seed derived from
patented seed shall not be bound by any contractual limi-

tation on retaining such seed, or by any requirement to
 pay royalties or licensing or other fees, by reason of the
 patent, for retaining such seed.

4 (g) DEFINITION.—In this section, the term "patented
5 seed" means seed for which a person holds a valid patent.

6 SEC. 3. TARIFF ON CERTAIN IMPORTED PRODUCTS.

7 (a) TARIFF.—In any case in which—

8 (1) genetically modified seed on which royalties 9 or licensing or other fees are charged by the owner 10 of a patent on such seed to persons purchasing the 11 seed in the United States is exported, and

12 (2) no such fees, or a lesser amount of such
13 fees, are charged to purchasers of the exported seed
14 in a foreign country,

15 then there shall be imposed on any product of the exported seed from that foreign country that enters the customs 16 17 territory of the United States a duty determined by the 18 Secretary of the Treasury, in addition to any duty that 19 otherwise applies, in an amount that recovers the dif-20 ference between the fees paid by purchasers of the seed 21 in the United States and purchasers of the exported seed 22 in that country.

(b) DEPOSIT OF DUTIES.—There shall be deposited
in the Patented Seed Fund established under section
2(e)(1) the amount of all duties collected under subsection

1 (a) for distribution to the appropriate patent holders in2 accordance with section 2(d).

3 (c) DEFINITIONS.—In this section—

4 (1) the term "genetically modified seed" means 5 any seed that contains a genetically modified mate-6 rial, was produced with a genetically modified mate-7 rial, or is descended from a seed that contained a 8 genetically modified material or was produced with 9 a genetically modified material; and

10 (2) the term "genetically modified material" 11 means material that has been altered at the molec-12 ular or cellular level by means that are not possible 13 under natural conditions or processes (including re-14 combinant DNA and RNA techniques, cell fusion, 15 microencapsulation, macroencapsulation, gene dele-16 tion and doubling, introducing a foreign gene, and 17 changing the positions of genes), other than a means 18 consisting exclusively of breeding, conjugation, fer-19 mentation, hybridization, in vitro fertilization, tissue 20 culture, or mutagenesis.

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