

118TH CONGRESS  
1ST SESSION

# H. R. 2723

To modify market development programs under the Department of Agriculture, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 19, 2023

Ms. PINGREE (for herself, Mr. NEWHOUSE, Ms. TOKUDA, and Ms. CARAVEO) introduced the following bill; which was referred to the Committee on Agriculture

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# A BILL

To modify market development programs under the Department of Agriculture, and for other purposes.

1       *Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Local Farms and Food  
5       Act of 2023”.

6       **SEC. 2. LOCAL AGRICULTURE MARKET PROGRAM REFORM.**

7       Section 210A of the Agricultural Marketing Act of  
8       1946 (7 U.S.C. 1627c) is amended—

9                   (1) in subsection (a)—

1                             (A) by redesignating paragraphs (5)  
2                             through (13) as paragraphs (6) through (14),  
3                             respectively; and

4                             (B) by inserting after paragraph (4) the  
5                             following:

6                         “(5) FOOD HUB.—The term ‘food hub’ means  
7                         a business or organization that actively manages the  
8                         aggregation, distribution, and marketing of source-  
9                         identified food products to multiple buyers from  
10                         multiple producers, who are primarily local and re-  
11                         gional producers, to strengthen the ability of those  
12                         producers to satisfy local and regional wholesale, re-  
13                         tail, and institutional demands.”;

14                         (2) in subsection (b)(4), by inserting “, regional  
15                         food chain coordination,” after “collaboration”;

16                         (3) in subsection (c)(4), by striking “stake-  
17                         holders.” and inserting “stakeholders, including eli-  
18                         gible entities described in subsection (d)(6)(B) that  
19                         receive a grant by submitting an application under  
20                         subsection (d)(6)(D) through a competitive coopera-  
21                         tive agreement with a nongovernmental organization,  
22                         before and after providing grants under the Pro-  
23                         gram.”;

24                         (4) in subsection (d)—

1                             (A) in paragraph (1), by striking “2019  
2                             through 2023” and inserting “2024 through  
3                             2028”;

4                             (B) in paragraph (2)—

5                                 (i) in subparagraph (I), by striking  
6                             “or” at the end;

7                                 (ii) in subparagraph (J)(ii), by strik-  
8                             ing the period at the end and inserting a  
9                             semicolon; and

10                                 (iii) by adding at the end the fol-  
11                             lowing:

12                             “(K) to support the purchase of general  
13                             purpose equipment; or

14                             “(L) to support the logistics required for  
15                             the redemption of Federal nutrition benefits at  
16                             direct producer-to-consumer markets.”;

17                             (C) in paragraph (5)(E)—

18                                 (i) by striking “An eligible entity”  
19                             and inserting the following:

20                                 “(i) IN GENERAL.—Except as pro-  
21                             vided in clause (ii), an eligible entity”; and

22                                 (ii) by adding at the end the fol-  
23                             lowing:

24                                 “(ii) EXCEPTION.—

1                         “(I) IN GENERAL.—An eligible  
2 entity described in subparagraph (B)  
3 that has an adjusted gross income of  
4 not more than \$250,000 averaged  
5 over the previous 3 years shall con-  
6 tribute an amount of non-Federal  
7 funds in the form of cash or an in-  
8 kind contribution that is equal to 25  
9 percent of the amount of Federal  
10 funds received.

11                         “(II) LIMITATION.—The amount  
12 of Federal funds received under a  
13 grant by an eligible entity that pro-  
14 vides a reduced non-Federal contribu-  
15 tion in accordance with subclause (I)  
16 may not exceed \$200,000.

17                         “(III) REQUIRED DOCUMENTA-  
18 TION.—The Secretary shall consider a  
19 letter from an accountant stating that  
20 the adjusted gross income of an eligi-  
21 ble entity described in subparagraph  
22 (B) is not more than \$250,000 aver-  
23 aged over the previous 3 years, based  
24 on the line on Internal Revenue Serv-  
25 ice form 1040 that describes adjusted

1                   gross income, sufficient to demon-  
2                   strate eligibility for a reduced non-  
3                   Federal contribution under subclause  
4                   (I).”; and  
5                   (D) in paragraph (6)—  
6                   (i) in subparagraph (B)—  
7                         (I) by redesignating clauses (vii)  
8                         and (viii) as clauses (viii) and (ix), re-  
9                         spectively; and  
10                         (II) by inserting after clause (vi)  
11                         the following:  
12                         “(vii) a food hub;”;  
13                   (ii) in subparagraph (C)—  
14                         (I) in the matter preceding clause  
15                         (i), by inserting “, outreach, and tech-  
16                         nical assistance” after “applications”;  
17                         (II) in clause (i)—  
18                         (aa) by inserting “would”  
19                         before “benefit”; and  
20                         (bb) by striking “or” at the  
21                         end;  
22                         (III) by redesignating clause (ii)  
23                         as clause (iii);  
24                         (IV) by inserting after clause (i)  
25                         the following:

1                     “(ii) would provide greater geographic  
2                     balance relative to the benefits of the Pro-  
3                     gram; or”; and

4                     (V) in clause (iii) (as so redesig-  
5                     nated), by striking “are used” and in-  
6                     serting “would be used”;

7                     (iii) by redesignating subparagraphs  
8                     (D) and (E) as subparagraphs (E) and  
9                     (F), respectively;

10                   (iv) by inserting after subparagraph  
11                   (C) the following:

12                   “(D) SIMPLIFIED APPLICATIONS.—

13                   “(i) IN GENERAL.—The Secretary  
14                     shall establish a simplified ‘turnkey’ appli-  
15                     cation form for eligible entities described in  
16                     subparagraph (B) that—

17                   “(I) request less than \$100,000;  
18                   and

19                   “(II) chose from the project cat-  
20                     egories described in clause (ii), which  
21                     shall include a specific, limited set of  
22                     key activities with predefined require-  
23                     ments established by the Secretary.

24                   “(ii) PROJECT CATEGORIES.—

1                     “(I)             DIRECT-TO-CONSUMER  
2                     PROJECTS.—In the case of a direct-to-  
3                     consumer project, an application form  
4                     described in clause (i) shall be avail-  
5                     able for the following categories of  
6                     projects:

7                     “(aa) An outreach and pro-  
8                     motion project.

9                     “(bb) A project to provide  
10                     funding for farmers market man-  
11                     ager staff time.

12                     “(cc) A project to provide  
13                     vendor training.

14                     “(dd) A planning and design  
15                     project.

16                     “(ee) A data collection and  
17                     evaluation project.

18                     “(II) LOCAL AND REGIONAL  
19                     FOOD MARKETS AND ENTERPRISE  
20                     PROJECTS.—In the case of a local and  
21                     regional food market and enterprise  
22                     project, an application form described  
23                     in clause (i) shall be available for the  
24                     following categories of projects:

1                         “(aa) A food hub feasibility  
2                         study project.

3                         “(bb) A project to provide  
4                         funding for regional food chain  
5                         coordination staff time.

6                         “(cc) A project to provide  
7                         technical assistance.

8                         “(dd) A data collection and  
9                         evaluation project.

10                         “(ee) A project to purchase  
11                         general purpose equipment.

12                         “(iii) GENERAL PURPOSE EQUIPMENT  
13                         GRANTS.—In the case of a project de-  
14                         scribed in clause (ii)(II)(ee), the Secretary,  
15                         acting through the Administrator of the  
16                         Agricultural Marketing Service, in coordi-  
17                         nation with the Administrator of the Rural  
18                         Business-Cooperative Service, shall fulfill  
19                         the applicable documentation and moni-  
20                         toring requirements under sections  
21                         200.313 and 200.439 of title 2, Code of  
22                         Federal Regulations (as in effect on the  
23                         date of enactment of this clause).”; and

(v) in subparagraph (E) (as so redesignated), by striking clause (ii) and inserting the following:

(ii) EXCEPTION.—An eligible entity described in subparagraph (B) may use—

“(I) not more than \$100,000 of the amount of a grant for an eligible activity described in subparagraph (J) or (K) of paragraph (2)—

“(aa) to purchase or up-  
date equipment to improve food  
quality; or

“(bb) to purchase general purpose equipment; and

“(II) any amount of a grant to  
chase general purpose equipment  
accordance with subparagraph  
(ii)(II)(ee).”;

19                         (5) in subsection (e)(2)(A), by striking “2019”  
20                         and all that follows through the period at the end  
21                         and inserting the following: “2024 through 2028 to  
22                         support partnerships—

1                         “(ii) to implement a local or regional  
2                         food system plan;

3                         “(iii) to develop and implement a re-  
4                         gional food chain coordination project; and

5                         “(iv) to develop and implement a re-  
6                         gional outreach, technical assistance, and  
7                         evaluation project.”;

8                         (6) in subsection (f)(1)—

9                             (A) in subparagraph (A), by striking “sub-  
10                         section (d); or” and inserting “subsection  
11                         (d)(5);”

12                             (B) by redesignating subparagraph (B) as  
13                         subparagraph (C); and

14                             (C) by inserting after subparagraph (A)  
15                         the following:

16                             “(B) are eligible to submit an application  
17                         in accordance with subsection (d)(6)(D); or”;  
18                         and

19                         (7) in subsection (i)—

20                             (A) in paragraph (1), by striking  
21                         “\$50,000,000 for fiscal year 2019” and insert-  
22                         ing “\$75,000,000 for fiscal year 2024”;

23                             (B) in paragraph (2), by striking  
24                         “\$20,000,000 for fiscal year 2019” and insert-  
25                         ing “\$30,000,000 for fiscal year 2024”; and

1 (C) in paragraph (3)(B)—

5 and

6 (ii) by adding at the end the fol-  
7 lowing:

8                         “(ii) SIMPLIFIED APPLICATIONS.—Of  
9                         the funds made available for grants under  
0                         subsection (d)(6) for a fiscal year, not less  
1                         than 25 percent, and not more than 50  
2                         percent, shall be used to provide grants to  
3                         eligible entities that submit an application  
4                         in accordance with subsection (d)(6)(D).”.

### **15 SEC. 3. FUNDING FOR THE SENIORS FARMERS' MARKET**

## **NUTRITION PROGRAM.**

17       Section 4402(a) of the Farm Security and Rural In-  
18 vestment Act of 2002 (7 U.S.C. 3007(a)) is amended by  
19 striking “Of the funds” and all that follows through the  
20 period at the end and inserting the following:

21        "(1) MANDATORY FUNDING.—Of the funds of  
22        the Commodity Credit Corporation, the Secretary of  
23        Agriculture shall use to carry out and expand the  
24        seniors farmers' market nutrition program

1       \$20,600,000 for each of fiscal years 2024 through  
2       2028.

3           “(2) AUTHORIZATION OF APPROPRIATIONS.—  
4       There is authorized to be appropriated to carry out  
5       this section \$10,000,000 for each of fiscal years  
6       2024 through 2028.”.

7 **SEC. 4. FEDERAL SHARE FOR ACTIVITIES UNDER GUS**  
8           **SCHUMACHER NUTRITION INCENTIVE PRO-**  
9           **GRAM.**

10          Section 4405(b)(1)(C) of the Food, Conservation,  
11       and Energy Act of 2008 (7 U.S.C. 7517(b)(1)(C)) is  
12       amended by striking “50” and inserting “75”.

13 **SEC. 5. PANEL TO REVIEW PRODUCE PRESCRIPTION PRO-**  
14           **GRAM APPLICATIONS.**

15          Section 4405(c)(3) of the Food, Conservation, and  
16       Energy Act of 2008 (7 U.S.C. 7517(c)(3)) is amended by  
17       adding at the end the following:

18           “(C) PANEL TO REVIEW APPLICATIONS.—  
19               “(i) IN GENERAL.—The Secretary  
20               shall establish a panel—  
21                       “(I) to review applications sub-  
22                       mitted to the Secretary pursuant to  
23                       this paragraph; and

1                         “(II) to make recommendations  
2                         to the Secretary with respect to those  
3                         applications.

4                         “(ii) MEMBERS.—The panel required  
5                         under clause (i) shall include—

6                         “(I) at least 1 member with expe-  
7                         rience as a healthcare provider; and

8                         “(II) at least 1 member with ex-  
9                         perience administering health plans.”.

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