To amend the Farm Security and Rural Investment Act of 2002 to extend the Milk Income Loss Contract Program through fiscal year 2012 at the 45 percent payment rate, to establish a minimum price for Class I milk under Federal milk marketing orders, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

March 20, 2007
Mrs. Gillibrand introduced the following bill; which was referred to the Committee on Agriculture

## A BILL

To amend the Farm Security and Rural Investment Act of 2002 to extend the Milk Income Loss Contract Program through fiscal year 2012 at the 45 percent payment rate, to establish a minimum price for Class I milk under Federal milk marketing orders, and for other purposes.

1 Be it enacted by the Senate and House of RepresentaSECTION 1. SHORT TITLE.

4 This Act may be cited as the "American Dairy Farmer Protection Act".

## SEC. 2. CONTINUATION OF MILK INCOME LOSS CONTRACT

 PROGRAM.(a) Continuation of Program; Payment Percentage Rate.-Subsection (c)(3)(C) of section 1502 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 7982) is amended by striking "0 percent" and inserting "and ending on September 30, 2012, 45 percent".
(b) Maximum Payment Quantity.-Subsection (d)(2) of such section is amended by striking " $2,400,000$ pounds" and inserting "4,800,000 pounds".
(c) Contract Signup and Duration.-Subsections (f) and (g)(1) of such section are amended by striking "September 30, 2007" and inserting "September 30, 2012".

SEC. 3. MINIMUM PRICE FOR CLASS I MILK UNDER FEDERAL MILK MARKETING ORDERS.
(a) Minimum Price.-Notwithstanding any other provision of law, effective October 1, 2007, the minimum price for Class I milk under each Federal milk marketing order issued under section $8 \mathrm{c}(5)$ of the Agricultural Adjustment Act ( 7 U.S.C. 608c(5)), reenacted with amendments by the Agricultural Marketing Agreement Act of 1937, shall be $\$ 15.58$ per hundredweight during fiscal year 2008.
(b) Inflation Adjustment.-The minimum price for Class I milk to be in effect for a fiscal year under

1 subsection (a) (other than fiscal year 2008) shall be ad2 justed by the percent that equals the total percentage 3 change that occurred in the Consumer Price Index for all 4 urban consumers (all items; U.S. city average) for the 12 5 month period ending June 30 preceding the fiscal year for 6 which the adjustment is made. The adjustment made each 7 fiscal year by this subsection shall be added on a com8 pounded basis to the sum of all adjustments made each 9 fiscal year after fiscal year 2008 under this subsection.

