# Second Regular Session Seventy-third General Assembly STATE OF COLORADO CORRECTED INTRODUCED

LLS NO. 22-1018.01 Jery Payne x2157

**SENATE BILL 22-209** 

### SENATE SPONSORSHIP

Donovan and Sonnenberg,

## **HOUSE SPONSORSHIP**

(None),

## Senate Committees Agriculture & Natural Resources

#### **House Committees**

	A BILL FUR AN ACT
101	CONCERNING EXPANDING SMALL MEAT PROCESSING IN COLORADO BY
102	PROVIDING BUSINESS APPLICATION ASSISTANCE TO OBTAIN
103	CAPITAL.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill instructs the commissioner of agriculture to hire an employee or engage a contractor to provide grant and loan application assistance to small meat processors or people attempting to start a small meat processor business. The grant or loan must be used to start, expand, or support a small meat processor business. The employee or contractor

may also assist agricultural producers and agricultural businesses in applying for and obtaining grants.

The grant and loan application assistance program repeals on July 1, 2024.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add 35-1-116 as
3	follows:
4	35-1-116. Meat processing - grant and loan application
5	assistance - definitions - legislative declaration - repeal.
6	(1) Legislative declaration. The General assembly hereby finds and
7	DECLARES THAT:
8	(a) CATTLE PRODUCTION IS THE LARGEST COMPONENT OF
9	COLORADO'S AGRICULTURAL SECTOR, AND BEEF IS COLORADO'S LARGEST
10	EXPORT;
11	(b) THE PRODUCTION AND SALE OF FEEDER AND LIVE CATTLE BY
12	COLORADO'S INDIVIDUAL PRODUCERS CONTRIBUTES THREE BILLION SEVEN
13	HUNDRED MILLION DOLLARS TO THE STATE'S ECONOMY;
14	(c) Individual producers in Colorado are dependent on the
15	PRICE THAT PROCESSORS AND PACKERS ARE WILLING TO PAY FOR FED
16	CATTLE;
17	(d) Individual producers have not seen an equitable
18	RETURN FOR THEIR CATTLE IN COMPARISON TO PROCESSOR AND PACKER
19	PROFITS;
20	(e) THE UNITED STATES BEEF PROCESSING MARKET IS HIGHLY
21	CONCENTRATED, WITH THE FOUR LARGEST BEEF PROCESSORS
22	CONTROLLING OVER EIGHTY PERCENT OF UNITED STATES BEEF
23	PROCESSING, LEADING TO LARGE PROFIT MARGINS;

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1	(1) SMALL, INDEPENDENT MEAT PROCESSORS CAN SERVE AS AN
2	ALTERNATIVE TO THE LARGE MEAT PROCESSORS AND INTRODUCE
3	COMPETITION IN THE MARKET;
4	(g) On February 24, 2021, the United States president
5	SIGNED EXECUTIVE ORDER 14017, WHICH DECLARES, "THE UNITED
6	STATES NEEDS RESILIENT, DIVERSE, AND SECURE SUPPLY CHAINS TO
7	ENSURE OUR ECONOMIC PROSPERITY AND NATIONAL SECURITY";
8	(h) On February 24, 2022, the United States department of
9	AGRICULTURE ANNOUNCED THAT THE DEPARTMENT WILL MAKE TWO
10	HUNDRED FIFTEEN MILLION DOLLARS AVAILABLE FOR GRANTS AND OTHER
11	SUPPORT TO EXPAND MEAT PROCESSING OPTIONS, STRENGTHEN THE FOOD
12	SUPPLY CHAIN, AND CREATE JOBS AND ECONOMIC OPPORTUNITIES IN
13	RURAL AREAS;
14	(i) THE RURAL DEVELOPMENT AGENCY IN THE UNITED STATES
15	DEPARTMENT OF AGRICULTURE CREATED THE MEAT AND POULTRY
16	PROCESSING EXPANSION PROGRAM, WHICH IS OFFERING GRANTS OF UP TO
17	TWENTY-FIVE MILLION DOLLARS TO EXPAND MEAT AND POULTRY
18	PROCESSING; AND
19	(j) Expanding small meat processing businesses will
20	BENEFIT COLORADO'S AGRICULTURAL PRODUCERS, ECONOMY, AND
21	CONSUMERS.
22	(2) Grant and loan application assistance. (a) The
23	COMMISSIONER SHALL HIRE ONE EMPLOYEE OR ENGAGE A CONTRACTOR TO
24	HELP SMALL MEAT PROCESSORS AND PEOPLE ATTEMPTING TO START A
25	SMALL MEAT PROCESSOR BUSINESS APPLY FOR AND OBTAIN GRANTS AND
26	LOANS OFFERED BY THE UNITED STATES DEPARTMENT OF AGRICULTURE
27	AND OTHER ENTITIES. EACH GRANT OR LOAN MUST BE USED TO START,

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1	EXPAND, OR SUPPORT A SMALL MEAT PROCESSOR BUSINESS.
2	(b) IF THE EMPLOYEE OR CONTRACTOR HIRED OR ENGAGED BY THE
3	COMMISSIONER IS ABLE, AFTER PERFORMING THE DUTIES DESCRIBED IN
4	$\hbox{\it SUBSECTION}(2)(a)\hbox{\it of this Section, the employee or contractor may}$
5	ASSIST AGRICULTURAL PRODUCERS AND AGRICULTURAL BUSINESSES IN
6	APPLYING FOR AND OBTAINING GRANTS FROM THE UNITED STATES
7	DEPARTMENT OF AGRICULTURE AND OTHER ENTITIES.
8	(3) AS USED IN THIS SECTION, "SMALL MEAT PROCESSOR" MEANS
9	A BUSINESS THAT:
10	(a) Employs five hundred or fewer individuals; and
11	(b) SLAUGHTERS, DRESSES, CUTS, PREPARES, TRIMS, WRAPS, OR
12	PACKAGES AN ANIMAL, MEAT, OR MEAT PRODUCT FROM AN ANIMAL.
13	(4) This section is repealed, effective July 1, 2024.
14	SECTION 2. Safety clause. The general assembly hereby finds,
15	determines, and declares that this act is necessary for the immediate
16	preservation of the public peace, health, or safety.

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