

2005 HOUSE AGRICULTURE

HCR 3020

#### 2005 HOUSE STANDING COMMITTEE MINUTES

#### BILL/RESOLUTION NO. HCR 3020

House Agriculture Committee

☐ Conference Committee

Hearing Date 1---28---05

Tape Number	Side A	Side B	Meter #
ONE	A		7 TO 13.7
Committee Clerk Signatu	re <i>Uli</i>	vare DE	Uglor

Minutes:

MADAM CHAIR WOMAN KINGSBURY: Committee Members, we will open on

HCR 3020. Committee Members, what are your wishes on HCR 3020?

REPRESENTATIVE BRANDENBURG: MADE A MOTION FOR A DO PASS AS

AMENDED.

REPRESENTATIVE KREIDT: SECONDED THE MOTION.

THE CLERK WILL TAKE THE ROLL.

THERE WERE 10 YES

0 NO

3 ABSENT

REPRESENTATIVE BRANDENBURG CARRIED HCR 3020



- HOUSE : AMENDMENTS TO HOUSE CONCURRENT RESOLUTION NO. 3020AG 1-31-05

Page 1, after line 5, insert:

"WHEREAS, the severe and extreme weather conditions also caused drought, which resulted in ranchers having to reduce the size of their herds; and"

Page 1, line 18, remove "and"

Page 1, line 19, after "and" insert "to recognize losses associated with herd reductions during the year of loss and losses associated with continuing herd reductions due to drought conditions; and"

Renumber accordingly

HCR 3020

Date: 1-28-05

Roll Call Vote #:

### 2005 HOUSE STANDING COMMITTEE ROLL CALL VOTES **BILL/RESOLUTION NO.**

House HOUSE AGRICULTURE COMMITTEE					Committee		
Check here for Conference Con	nmittee		move 1	Arr	Ne		
Legislative Council Amendment Nu	mber _		7719	70	eut		
Action Taken	De	"	1155				
Motion Made By HEAD	ANC	/ Se	conded By	<b>-</b>			
Representatives	Yes	No	Representatives	Yes	No		
REP. EUGENE NICHOLAS CHAIRMAN			REP. TRACY BOE				
REP. JOYCE KINGSBURY VICE CHAIRMAN		_	REP. ROD FROELICH				
REP. WESLEY BELTER			REP. PHILLIP MUELLER				
REP. M. BRANDENBURG			REP. KENTON ONSTAD				
REP. CHUCK DAMSCHEN			-				
REP. CHAIG HEADLAND			11				
REP. GARY KREIDT			1800				
REP. GERALD UGLEM REP. JOHN WALL	-		0,0		-		
REP. JOHN WALL							
				<u> </u>			
	<del> </del>	<u> </u>					
Total (Yes)		No	o				
Absent	<del>, ,</del>				<del></del>		
Floor Assignment							
If the vote is on an amendment, brie	fly indica	te inter	nt:				

HCR 3020 1-28-05

Date:

Roll Call Vote #:

## 2005 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO.

House HOUSE AGRICULTU	HOUSE AGRICULTURE COMMITTEE				
Check here for Conference Con	mmittee		1	. 1	·~
Legislative Council Amendment Nu	ımber _			/1'	Mex
Action Taken			DUPASS		
Motion Made By BRAND	EN	Se	econded By KRE	107	<del></del>
Representatives	Yes	No	Representatives	Yes	No
REP. EUGENE NICHOLAS CHAIRMAN	,		REP. TRACY BOE	1	
REP. JOYCE KINGSBURY VICE CHAIRMAN	~		REP. ROD FROELICH	ب	
REP. WESLEY BELTER			REP. PHILLIP MUELLER	4	
REP. M. BRANDENBURG	V		REP. KENTON ONSTAD	4	
REP. CHUCK DAMSCHEN					
REP. CHAIG HEADLAND	r				
REP. GARY KREIDT	1				
REP. GERALD UGLEM					
REP. JOHN WALL				<u> </u>	
L	1				
Total (Yes)		No			· 
Absent 3					
Floor Assignment	BP	AN	DENBURG		
If the vote is on an amendment, brie	fly indicat		•		

Module No: HR-20-1419 Carrier: Brandenburg

Insert LC: 53085.0101 Title: .0200

#### REPORT OF STANDING COMMITTEE

HCR 3020: Agriculture Committee (Rep. Nicholas, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS (10 YEAS, 0 NAYS, 3 ABSENT AND NOT VOTING). HCR 3020 was placed on the Tenth order on the calendar.

Page 1, after line 5, insert:

"WHEREAS, the severe and extreme weather conditions also caused drought, which resulted in ranchers having to reduce the size of their herds; and"

Page 1, line 18, remove "and"

Page 1, line 19, after "and" insert "to recognize losses associated with herd reductions during the year of loss and losses associated with continuing herd reductions due to drought conditions; and"

Renumber accordingly

2005 SENATE AGRICULTURE

HCR 3020

#### 2005 SENATE STANDING COMMITTEE MINUTES

#### BILL/RESOLUTION NO. HCR 3020

Senate Agriculture Committee

☐ Conference Committee

Hearing Date February 24, 2005

Tape Number	Side A	Side B	Meter #
1	×		4435 - 5641
	7		
Committee Clerk Signatu	are		
Minutage	71		

Minutes:

Chairman Flakoll opened the hearing on HCR 3020, a resolution urging Congress to implement the 2003-04 emergency agricultural disaster assistance legislation in the same manner as the 2001-02 legislation. Senator Taylor was absent.

Representative Berg introduced the resolution. It is about fairness. This past year we had crops that did not get harvested. When they came through to assess the crops they used an arbitrary discount rate when they paid farmers. This resolution urges that a fair, uniform discount be used rather than the arbitrary discount. This will put more money in the pockets of North Dakota farmers. If you care about North Dakota farmers, you will support the resolution.

Ken Junkert, representing Agriculture Commissioner Roger Johnson, testified in favor of the resolution. (written testimony) (meter 4684)

Woody Barth, North Dakota Farmers Union, testified in favor of the bill. (meter 4784) Some of this is being settled, the problems of crop insurance and quality adjustments, have been

worked out in the past two or three weeks. One of the unknowns is the livestock program. The bill directs more universal and uniform dispersal of funds to livestock producers so hopefully that will be taken care of as well and based on the average herd size normally run on the piece of land rather than what was actually there in the drought stressed regions of North Dakota.

**Senator Flakoll** said, based on what has been happening in Washington, it sounds like we won't need any amendments to the resolution.

Mr. Barth said there are no amendments that he would recommend. The resolution addresses the concerns of North Dakota producers. (meter 5039)

**Senator Urlacher** asked about identifying the capacity of pastures, would that be based on the soil productivity.

Mr. Barth said it would based on the animal grazing units allowed on that land and that type of soils. Morton County would be different than Stark County. Seven acres per pair is common in his area.

**Senator Erbele** asked seven acres for a grazing season or for 5 months.

Mr. Barth said 5 months.

Senator Urlacher said this varies from ranch to ranch, it is 20 acres per pair in some areas.

Mr. Barth said it is 20 in the badlands, 5 in the east.

Senator Flakoll said it is 1 in the Red River Valley.

**Mr. Barth** said it is written into the legislation, the disaster payments to the livestock producers should be made that way, we will have to see if it really is.

Chairman Flakoll closed the hearing on HCR 3020.

Senator Seymour moved for a do pass on engrossed HCR 3020.

Page 3 Senate Agriculture Committee Bill/Resolution Number HCR 3020 Hearing Date February 24, 2005

Senator Erbele seconded the motion.

Senator Urlacher said we need to consider the fact that what is a benefit to agriculture is a

benefit to the state.

The motion carried on a roll call vote 5-0-1.

Senator Erbele will carry the bill.

Date:	2	424/0	5	
Roll C	Call	Vote#	/	,

# 2005 SENATE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. Engrossed HCL 3000

Senate Agriculture				Committee	
Check here for Conference Conference	mmittee				
Legislative Council Amendment Nu	ımber _				
Action Taken	res				
Motion Made By Sen. See	mou	<u>√</u> Se	econded By Su E	rbele	
Senators	Yes	No	Senators	Yes	No
Senator Flakoll	V		Senator Seymour	V	
Senator Erbele	$\nu$		Senator Taylor	A	
Senator Klein	1/				
Senator Urlacher	V				
		-			
**********					
Total (Yes) 5		No	0		
Absent /					
Floor Assignment	Erb	ele			
If the vote is on an amendment, brie	fly indicat	te inten	t:		

REPORT OF STANDING COMMITTEE (410) February 24, 2005 10:25 a.m.

Module No: SR-34-3547 Carrier: Erbele Insert LC: Title:

#### REPORT OF STANDING COMMITTEE

HCR 3020, as engrossed: Agriculture Committee (Sen. Flakoll, Chairman) recommends DO PASS (5 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING). Engrossed HCR 3020 was placed on the Fourteenth order on the calendar.

2005 TESTIMONY

HCR 3020



Phone (701) 328-2231 Toll Free Fax

(800) 242-7535 (701) 328-4567

600 E Boulevard Ave., Dept. 602 Bismarck, ND 58505-0020

**Testimony of Roger Johnson Agriculture Commissioner** House Concurrent Resolution No. 3020 **Senate Agriculture Committee** Roosevelt Park Room February 24, 2005

Chairman Flakoll and members of the Senate Agriculture Committee, I am Agriculture Commissioner Roger Johnson. I am here today in support of HCR 3020, urging Congress to implement the 2003-04 emergency disaster assistance legislation in the same manner as the 2001-02 legislation.

In 2004, weather patterns resulted in a significant area of prevented planting and late crop development. An early August frost and insufficient heat units for late planted small grains and row crops caused widespread quality problems. Drought conditions also continue to plague the southwestern part of the state.

Producers are receiving heavy market discounts for low falling numbers, low protein, damaged kernels, shrunken kernels, and low-test weights. Agriculture producers are continually frustrated with disparities between quality discounts received in the marketplace and quality loss



Testimony of Roger Johnson, Agriculture Commissioner HCR 3020 – Senate Agriculture Committee February 24, 2005 Page two

adjustments provided by crop insurance. Unfortunately, the Risk Management Agency schedules of discounts do not reflect market discounts farmers are facing.

I have contacted Ross Davidson, Administrator, Risk Management Agency (RMA) and others in RMA to communicate my concerns regarding crop insurance and its obvious inability to adequately address quality loss issues. As USDA begins to implement the disaster assistance program, it is obvious that crop insurance will not address quality problems facing North Dakota producers. I urge USDA to consider local market discounts that producers are experiencing for quality factors that are not reflected in crop insurance standards or Farm Service Agency discount schedules.

The 95 percent revenue cap first appeared in the 2001-02 disaster assistance package. The 95 percent revenue cap is problematic in that it undermines long-term efforts to encourage producers to purchase "buy-up" coverage. Reliance on yearly disaster legislation is unpredictable. In order to encourage more producers to purchase "buy-up" coverage, USDA should reimburse the premium difference to any producer who purchased higher levels of insurance coverage. I spoke with Secretary of Agriculture Mike Johanns and others in the USDA sub-cabinet on Monday this week and was insured that USDA intended to do exactly that.

Testimony of Roger Johnson, Agriculture Commissioner HCR 3020 – Senate Agriculture Committee February 24, 2005 Page three

I will continue to work closely with USDA on disaster legislation and will continue to address reforms of crop insurance programs in order to address crop quality issues. Chairman Flakoll and committee members, I urge a do pass on HCR 3020.