Public Law 90-51

July 7, 1967 [H. R. 8265]

AN ACT

To amend the Agricultural Adjustment Act of 1938, as amended, to authorize the transfer of tobacco acreage allotments and acreage-poundage quotas.

Be it enacted by the Senate and House of Representatives of the

Tobacco. Acreage allotments and acreage-poundage quotas, transfer. 52 Stat. 31; 79 Stat. 66. 7 USC 1281, 1314c.

Conditions.

Acreage history and marketing quota, transfer.

New farm allotment, restriction.

Allotment ad-

United States of America in Congress assembled, That the Agricultural Adjustment Act of 1938, as amended, is amended by adding the following new section:

"Sec. 318. (a) Notwithstanding any other provision of law, the Secretary, if he determines that it will not impair the effective operation of the tobacco marketing quota or price support programs, (1) may permit the owner and operator of any farm for which a Firecured, dark air-cured, or Virginia sun-cured tobacco acreage allot-

may permit the owner and operator of any farm for which a Firecured, dark air-cured, or Virginia sun-cured tobacco acreage allotment or acreage-poundage quota is established under this Act to sell or lease all or any part or the right to all or any part of such allotment or quota to any other owner or operator of a farm for transfer to such farm; and (2) may permit the owner of a farm to transfer all or any part of such allotment or quota to any other farm owned or controlled by him.

"(b) Transfers under this section shall be subject to the following conditions: (1) no allotment or quota shall be transferred to a farm in another county; (2) no transfer of an allotment or quota from a farm subject to a mortgage or other lien shall be permitted unless the transfer is agreed to by the lienholders; (3) no sale of a farm allotment or quota from a farm shall be permitted if any sale of allotment or quota to the same farm has been made within the three immediately preceding crop years; and (4) no transfer of allotment or quota shall be effective until a record thereof is filed with the county committee of the county to which such transfer is made and such committee determines that the transfer complies with the provisions of this section.

"(c) The transfer of an allotment or quota under this section shall have the effect of transferring also the acreage history and marketing quota attributable to such allotment or quota and if the transfer is made prior to the determination of the allotment or quota for any year the transfer shall include the right of the owner or operator to have an allotment or quota determined for the farm for such year: Provided, That in the case of a transfer by lease the amount of the allotment or quota shall be considered for purposes of determining allotments or quotas after the expiration of the lease to have been planted on the farm from which such allotment is transferred.

"(d) The land in the farm from which the entire tobacco allotment or quota has been transferred shall not be eligible for a new farm tobacco allotment or quota during the five years following the year in

which such transfer is made.

"(e) If the normal yield established by the county committee for the farm to which the allotment is transferred does not exceed the normal yield established by the county committee for the farm from which the allotment is transferred by more than 10 per centum, the transfer shall be approved acre for acre. If the normal yield for the farm to which the allotment is transferred exceeds the normal yield for the farm from which the allotment is transferred by more than 10 per centum, the county committee shall make a downward adjustment in the amount of the acreage allotment transferred by multiplying the normal yield established for the farm from which the allotment is transferred by the acreage being transferred and dividing the result by the normal yield established for the farm to which the allotment is transferred.

"(f) Any lease under this section may be made for such term of years not to exceed five as the parties thereto agree, and on such other terms and conditions except as otherwise provided in this section as the parties thereto agree.

"(g) Under the provisions of this section not more than ten acres of allotment may be transferred to any farm: Provided, That the total acreage allotted to any farm after such transfer shall not exceed 50

per centum of the acreage of cropland in the farm.

"(h) The lease of any part of a tobacco acreage allotment or acreage-poundage quota under this section determined for a farm shall ments. not affect the allotment or quota for the farm from which such allotment or quota is transferred or the farm to which it is transferred, except with respect to the crop year or years specified in the lease. The amount of the acreage allotment and acreage-poundage quota which is leased from a farm shall be considered for purposes of determining future allotments and quotas to have been planted to tobacco on the farm from which such allotment or quota is leased and the production pursuant to the lease shall not be taken into account in establishing allotments or quotas for subsequent years for the farm to which such allotment is leased. The lessor shall be considered to have ing eligibility. been engaged in the production of tobacco for purposes of eligibility to vote in the referendum.

"(i) If the sale or transfer under this section occurs during a period Land utilization which the form is covered by a consequentian reserve contract area. in which the farm is covered by a conservation reserve contract, crop- ment adjustments. land conversion agreement, or other similar land utilization agreement the rates of payment provided for in the contract or agreement of the farm from which the transfer is made shall be subject to an appropriate adjustment, but no adjustment shall be made in the contract or

agreement of the farm to which the transfer is made.

"(j) The Secretary shall prescribe such regulations and other terms and conditions as he deems necessary for the administration of this section."

Sec. 2. Section 315 of the Agricultural Adjustment Act of 1938, as amended, is hereby repealed. Approved July 7, 1967.

Future allot-

Repeal. 72 Stat. 703. 7 USC 1314a.

Public Law 90-52

AN ACT

To remove the five-acre limitation on the amount of tobacco allotment acreage which may be leased.

July 7, 1967 [H. R. 5702]

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 316(e) of the Agricultural Adjustment Act of 1938, as amended, is amended ment. to read as follows:

"The total acreage allotted to any farm after the transfer by lease of tobacco acreage allotment to the farm under the provisions of this section shall not exceed 50 per centum of the acreage of cropland in the farm."

Approved July 7, 1967.

Tobacco. Acreage allot-75 Stat. 470. 7 USC 1314b.