

CHAPTER 80
CUSTOM LIVESTOCK FEEDERS
H.F. 741

AN ACT relating to custom livestock feeders.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 542.1, subsection 3, Code 1985, is amended to read as follows:

3. "Grain dealer" means a person who buys during any calendar month five hundred bushels of grain or more from the producers of the grain for purposes of resale, milling, or processing. However, "grain dealer" ~~shall does not be construed to mean~~ include a producer of grain who is buying grain for the producer's own use as seed or feed; a person solely engaged in buying grain future contracts on the board of trade; a person who purchases grain only for sale in a registered feed; a person engaged in the business of selling agricultural seeds regulated by chapter 199; a person buying grain only as a farm manager; ~~or~~ an executor, administrator, trustee, guardian, or conservator of an estate; ~~or~~ a bargaining agent as defined in section 542A.1; or a custom livestock feeder.

Sec. 2. Section 542.1, Code 1985, is amended by adding the following new subsection:

NEW SUBSECTION. 6. "Custom livestock feeder" means a person who buys grain for the sole purpose of feeding it to livestock owned by another person in a feedlot as defined in section 172D.1, subsection 6, or a confinement building owned or operated by the custom livestock feeder and located in this state.

Sec. 3. NEW SECTION. 542.21 CUSTOM LIVESTOCK FEEDER.

A custom livestock feeder shall only purchase grain from a grain producer by making payment by cash, check, or other instrument that is payable on demand. A custom livestock feeder shall not purchase grain from a grain producer using a credit-sale contract as defined in section 542.1, subsection 5.

Sec. 4. This Act, being deemed of immediate importance, takes effect from and after its publication in The Red Oak Express, a newspaper published in Red Oak, Iowa, and in The Daily Freeman-Journal, a newspaper published in Webster City, Iowa.

Approved May 6, 1985

I hereby certify that the foregoing Act was published in The Daily Freeman-Journal, Webster City, Iowa on May 10, 1985 and in The Red Oak Express, Red Oak, Iowa on May 17, 1985.

MARY JANE ODELL, *Secretary of State*