

#### United States Department of Agriculture

## **Agricultural Marketing Service**

#### Creating Opportunities for American Farmers and Businesses



# Agricultural Marketing Service

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## Perishable Agricultural Commodities Act (PACA)

Working in partnership with the fruit and vegetable industry, PACA facilitates fair trade practices through education, mediation, arbitration, licensing and enforcement.

## **PACA provides**:

- A forum to investigate, mediate, and arbitrate contract disputes;
- ✓ A mechanism for recovering damages when buyers and sellers of produce fail to meet their contractual obligations;
- Provisions to sanction produce sellers that fail to pay obligations or misrepresent the products they are selling;
- $\checkmark$  A mechanism to monitor the activities of PACA violators.



## PACA Highlights - 2020

- ✓ PACA maintained over 13,200 active licensees;
- ✓ PACA renewed 8940 licenses and licensed 875 new entities, bringing these companies into compliance with the Act;
- ✓ PACA assisted 2350 callers with produce transactions valued at over \$66.5 million through calls to the PACA "good delivery" line;
- PACA suspended the licenses of 88 produce firms and imposed sanctions or employment restrictions for failure to pay more than \$4.1 million for multiple shipments of produce.



### PACA Highlights - 2020

- PACA opened 1150 new informal reparation complaints involving \$58.8 million and reached settlements totaling over \$55 million;
- ✓ PACA assisted parties in settling approximately 90 percent of informal complaints within four months;
- ✓ PACA updated and enhanced its industry training modules available on the PACA website, migrating the training to the BlackBoard platform.



#### ePACA

PACA continued the development of the online ePACA system, including the online portal.

- ✓ In 2020, approximately 2500 industry members used ePACA to apply for or renew their PACA license or file a PACA complaint online;
- ✓ ePACA's "PACA Search" function provides real-time information on a company's PACA license status and complaint history, assisting the industry in making informed business decisions;
- ✓ In July 2020, PACA launched the ePACA mobile app, providing access to PACA search capabilities on mobile devices.



## PACA ENFORCEMENT

PACA can only take action after receiving written notice from outside the Division.

Examples of unfair trade practices include:

- ✓ Fraud
- ✓ False and misleading statements
- ✓ Non-payment
- ✓ Misbranding/mislabeling
- Employing people who are under employment restrictions

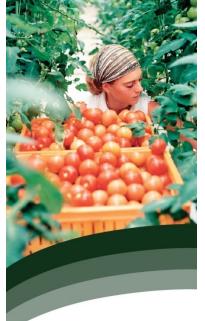


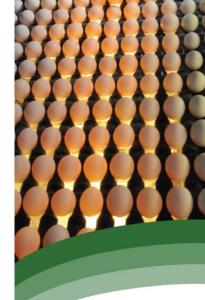
### **PACA** Priorities

- ✓ To continue to provide the highest level of customer service;
- ✓ To address the needs and concerns of industry stakeholders;
- To expand PACA's presence in the industry through outreach efforts;
- ✓ To maintain an emphasis on PACA licensing, ensuring compliance with the law.

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#### Perishable Agricultural Commodities Act

(PACA)

#### 1-800-495-7222

www.ams.usda.gov/paca