March 9, 2021

Representative Sanford Bishop, Jr. Chairman, Subcommittee on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Committee on Appropriations U.S. House of Representatives Washington, D.C. 20515

Representative Jeff Fortenberry Ranking Member, Subcommittee on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Committee on Appropriations U.S. House of Representatives Washington, D.C. 20515

Dear Chairman Bishop and Ranking Member Fortenberry,

American farmers and small and medium-sized businesses need continued investment in the Market Access Program (MAP) and the Foreign Market Development (FMD) Program. The twin challenges presented by the ongoing COVID-19 pandemic, as well as competitors' export promotion programs, highlight the need for continued investment in these public-private partnerships. We ask that you provide \$255 million for Agricultural Trade Promotion and Facilitation and that within this amount, MAP receive at least \$200 million and the FMD program receive at least \$34.5 million. Working to expand our export markets requires every dollar these programs provide.

The European Commission announced on December 17, 2020 that it will allocate the equivalent of \$222 million to promote European Union agri-food products with promotion programs in countries around the world, including China, Japan, South Korea, Canada, and Mexico. This announcement signals what many of our organizations expect which is intense competition as markets reopen around the world in the wake of the COVID-19 pandemic. MAP/FMD funding is critical to help U.S. farmers, ranchers and food exporters keep pace and to help us make up for lost time after two and half years of trade conflict and retaliatory tariffs.

Fruitful trade partnerships take time, and these funds for such activities as buyers' missions, trade shows, and in-country meetings go a long way toward promoting U.S. agricultural trade. One such example is the growth in U.S. food and agricultural exports to China over the last fifteen years from \$7.7 billion in food and agricultural exports in 2006 to \$28.7 billion in 2020. Numbers only tell part of the story. The investment made by these programs and the corresponding growth has helped small and minority-owned businesses reach international markets that they never thought possible.

The USA Poultry & Egg Export Council (USAPEEC) of Tucker, Georgia used MAP funds last year to resume poultry exports to Mexico following a high path Avian Influenza (HPAI) outbreak in Chesterfield, South Carolina. Following the HPAI outbreak, Mexico banned all poultry exports from South Carolina. Luckily, USAPEEC and its MAP-funded office in Mexico City worked with Mexican and USDA officials to limit the

ban to the county level. As a result, statewide poultry exports to Mexico – worth \$34.2 million per year – were able to resume.

The California Prune Board (CPB) swiftly recognized a shift in consumers' grocery shopping habits due to COVID-19. The CPB initiated a MAP-funded online contest that deployed website and social media ads in its critical Canadian market. The ads generated strong results – nearly 1.5 million impressions – and U.S. prune exports to Canada were maintained at \$11.3 million despite the disruptions of the pandemic. There are also nearly two dozen Nebraska-based companies participating in MAP, among them Midwest Hop Producers, LLC, based out of Plattsmouth, Nebraska. Midwest Hop Producers' area of expertise is in harvesting, drying, milling, pelletizing and the sale of both domestic and international hops to brewers.

MAP and FMD are cost-share programs and continue to showcase examples of effective public-private partnership. Government investment is an important part of this effort; however, industry funds now represent about 73 percent of total annual spending on market development and promotion, up from roughly 45 percent in 1996 and less than 30 percent in 1991. For every dollar invested, our coalition partners return more than \$28 in export gains. And over a decade, these programs are responsible for export growth totaling \$309 billion and 240,000 full and part-time jobs.

This success has occurred even as the real dollar value of the programs has declined. FMD has been funded at the same level for 18 years. For MAP, funding has remained level since 2006 even as sequestration has siphoned funds for almost a decade. We are asking that your subcommittee use discretionary funds to provide \$7 million - less than 3 percent of the program investment - for USDA administrative and operational costs to help reverse this diminished value. With administrative and operational funding assured, the full investment of MAP and FMD can be realized for the intended purpose of U.S. agricultural export promotion and long-term market development.

We are grateful for the work of your subcommittee and its continued investment in these proven programs.

Sincerely,

Coalition to Promote U.S. Agricultural Exports (See attached)

cc: Members, House Appropriations Subcommittee on Agriculture, Rural Development, and Food and Drug Administration, and Related Agencies

Organizations Signing Coalition to Promote U.S. Agricultural Exports Letter to House Agriculture Appropriations Subcommittee

Alaska Seafood Marketing Institute Almond Alliance of California American Cotton Shippers Association American Cranberry Growers Association American Feed Industry Association American Hardwood Export Council American Peanut Council American Pistachio Growers American Quarter Horse Association America Seed Trade Association American Sheep Industry Association American Soybean Association **APA-The Engineered Wood Association** Atlantic Seaboard Wine Association **Blue Diamond Growers Brewers Association** California Agricultural Export Council California Apple Commission California Blueberry Association **California Blueberry Commission** California Canning Peach Association **California Cherry Export Association** California Citrus Mutual **California Date Commission** California Farm Bureau Federation California Fig Advisory Board California Fresh Fruit Association California Pear Growers California Prune Board California Raisin Marketing Board **California Strawberry Commission** California Table Grape Commission **California Walnut Commission** California Wild Rice Advisory Board Cape Cod Cranberry Growers' Association **Cherry Marketing Institute** CoBank **Cranberry Institute** Distilled Spirits Council of the United States Florida Citrus Mutual Florida Citrus Packers Association Florida Department of Citrus Florida Fruit & Vegetable Association Florida Peanut Producers Association

Florida Tomato Exchange Food Export Association of the Midwest USA Food Export USA – Northeast **Georgia Poultry Federation** Ginseng Board of Wisconsin Global Food & Nutrition, Inc. Hardwood Federation Hop Growers of America, Inc. Idaho Grain Producers Association Illinois Corn Growers Association Illinois Farm Bureau Indian River Citrus League Kansas Livestock Association Leather and Hide Council of America Michigan Apple Association Missouri Corn Growers Association National Association of Egg Farmers National Association of State Departments of Agriculture National Association of Wheat Growers National Barley Growers Association National Cattlemen's Beef Association National Chicken Council National Confectioners Association National Corn Growers Association National Cotton Council National Council of Farmer Cooperatives National Grange National Hay Association National Milk Producers Federation National Oilseed Processors Association National Pork Producers Council National Potato Council National Sorghum Producers National Sunflower Association National Turkey Federation Nebraska Sorghum Producers Association New York Wine & Grape Foundation North American Blueberry Council North American Meat Institute North American Renderers Association Northwest Horticultural Council Northwest Wine Coalition Ocean Spray Cranberries, Inc.

- Ohio Corn and Wheat Growers Association Olive Growers Council of California **Oregon Winegrowers Association Oregon Wine Board** Organic Trade Association Pet Food Institute **Rural & Agriculture Council of America** Softwood Export Council Southern Forest Products Association Southern U.S. Trade Association Sunkist Growers Sunmaid Growers of California Sunsweet Growers, Inc. Texas Cattle Feeders Association The Popcorn Institute United Egg Producers United Fresh Produce Association USA Dry Pea and Lentil Council USA Poultry & Egg Export Council **USA Rice Federation** U.S. Apple Association U.S. Apple Export Council
- U.S. Cattlemen's Association U.S. Dairy Export Council U.S. Dry Bean Council U.S. Livestock Genetics Export, Inc. U.S. Meat Export Federation **U.S. Peanut Federation** U.S. Rice Producers Association U.S. Wheat Associates, Inc. Valley Fig Growers Washington Apple Commission Washington Association of Wheat Growers Washington State Fruit Commission Washington State Potato Commission Washington Winegrowers Welch Foods, Inc., A Cooperative Western U.S. Agricultural Trade Association Wine Institute WineAmerica (The National Association of American Wineries) Winegrape Growers of America Wisconsin State Cranberry Growers Association