September 20, 2022

The Honorable Charles Schumer, Majority Leader 322 Hart Senate Office Building Washington, D.C. 20510

The Honorable Mitch McConnell, Minority Leader 317 Russell Senate Office Building Washington, D.C. 20510

Dear Leaders Schumer and McConnell,

On behalf of the broad and diverse stakeholders in American Agriculture we represent, we urge you to work with your colleagues to expeditiously confirm Doug McKalip as Chief Agricultural Negotiator at the Office of the U.S. Trade Representative (USTR).

We write with strong concern over further delay because we are reminded daily of the need for greater attention and emphasis from the Administration on agricultural export market growth. At the end of August, the U.S. Department of Agriculture (USDA) cut its Fiscal Year (FY) 2022 agricultural export forecast and presaged an agricultural trade deficit in FY 2023. The USDA raised the value of exports to \$196 billion but also increased the value of agricultural imports to \$192 billion, narrowing the agricultural trade surplus to just \$4 billion. USDA now forecasts lower agricultural exports for the next fiscal year and again has increased its import projection by another \$5 billion, taking a small trade surplus this year and moving into net deficit territory next year. Agricultural trade deficits, once unimaginable, are now reality, underscoring the need to have in place a Senate-confirmed negotiator dedicated to pushing for new agricultural markets and removing barriers to growth in existing ones.

Over a year has passed since the expiration of Trade Promotion Authority and with it the power to negotiate new, binding agreements to lower tariffs. The competitive landscape, as demonstrated by USDA's latest projections, is moving quickly, and away from the United States. More competitive export nations are negotiating new, long-term deals including the Regional Comprehensive Economic Partnership, which entered into force in January. The 15-member trade block includes 10 Southeast Asian nations and their five largest trading partners, namely Australia, China, Japan, New Zealand, and South Korea. The United States has countered with the Indo Pacific Economic Framework, which is a promising step in the right direction, but the Biden Administration trade team needs more hands and voices to deliver upon its promise. Other new, bilateral opportunities for U.S. agricultural trade await in places like the United Kingdom, India, and Taiwan but their potential can only be realized with the meaningful contribution of the Chief Agricultural Negotiator.

Fortunately, President Biden has nominated a highly qualified professional in Doug McKalip for the position of Chief Agricultural Negotiator. If confirmed, McKalip would bring to the position decades of experience representing the interests of U.S. agriculture, having served in numerous leadership positions at USDA and the White House. The Senate Finance Committee recently recognized Doug's impeccable credentials, voting on September 7 to favorably report his nomination to the full Senate with overwhelming bipartisan support.

With the committee having done its work, we request that you work quickly and closely with all Senators to ensure the confirmation of Doug McKalip as soon as possible. We appreciate your consideration and stand ready to support you in any way we can.

Signed,

Aequor Inc Agri Beef Co. Agribusiness Association of Iowa Agri-Mark Inc. **AgTrade Strategies LLC** Amcot American Farm Bureau Federation **American Feed Industry Association** American Fruit and Vegetable Processors and Growers Coalition American Peanut Council American Seed Trade Association American Sheep Industry Association American Soybean Association American Vanguard Corporation Animal Health Institute Associated Milk Producers, Inc. Bayer **Biotechnology Innovation Organization Boehringer Ingelheim Animal Health** California Dairies. Inc. California Walnut Commission **Cayuga Milk Ingredients** Coalition to Promote U.S. Agricultural **Exports** CoBank **Colorado Dairy Farmers Continental Dairy Facilities LLC**

Corn Refiners Association Corteva Agriscience **CropLife America** Dairy Farmers of America DairyAmerica, Inc. Darigold Distilled Spirits Council of the United States **Douglas Products Edge Dairy Farmer Cooperative** Farmers for Free Trade Fernjo Farms FMI - the Food Industry Association Foremost Farms USA Fresh Produce Association of the Americas **Global Cold Chain Alliance** Grassland Dairy Products, Inc. **Growth Energy** Idaho Dairymen's Association, Inc. International Dairy Foods Association **International Ingredient Corporation** Land O'Lakes, Inc. Leather and Hide Council of America Leprino Foods MCT Dairies. Inc MDVA Milk Producers Meat Import Council of America

Michigan Milk Producers Association **Midwest Dairy Coalition** Milk Specialties Global National Association of State **Departments of Agriculture** National Association of Wheat Growers National Barley Growers Association National Cotton Council National Council of Farmer Cooperatives National Grain and Feed Association National Milk Producers Federation National Oilseed Processors Association National Pork Producers Council National Potato Council **National Sorghum Producers** National Turkey Federation North American Export Grain Association North American Meat Institute North American Renderers Association North Dakota Corn Growers Association North Dakota Grain Growers Association Northarvest Bean Growers Association Northeast Dairy Farmers Cooperatives Northwest Dairy Association Northwest Horticultural Council Nutrien **Oregon Dairy Farmers Association**

Organic Produce Association Pet Food Institute Pinion **Reckitt - Mead Johnson Nutrition** Sartori Company Smithfield Foods, Inc. Sweetener Users Association Syngenta The Fertilizer Institute U.S. Apple Association **U.S. Canola Association U.S. Dairy Export Council U.S. Durum Growers Association** U.S. Pea & Lentil Trade Association **U.S. Rice Producers Association U.S. Wheat Associates** United Dairymen of Arizona USA Dry Pea & Lentil Council **USA Poultry & Egg Export Council USA** Rice Walnut Ridge Dairy, LLC Washington State Potato Commission Western Growers William Westman & Associates LLC Wine Institute World Perspectives, Inc. Zoetis