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