## U.S. Food and Agriculture Dialogue for Trade

April 5, 2021

The Honorable Katherine C. Tai U.S. Trade Representative 600 17th Street, NW Washington, D.C. 20508

Dear Ambassador Tai,

We write to express our robust appreciation and support for the U.S.-China Phase One Trade Agreement and a continuation of work to maintain access to the Chinese market for U.S food and agriculture exports. We have attached information complied by the U.S. Food and Agriculture Dialogue for Trade (Dialogue) to demonstrate the importance of the Agreement and access to the China market. Over 200 companies and associations across the American food and agriculture supply chain participate in the Dialogue. Most every facet of our nation's food and agriculture economy --from farm to consumer -- is party to the Dialogue.

The U.S.-China Phase One Trade Agreement is critical to both the near and longer term success and growth of American agriculture—and the millions of American jobs the agricultural sector sustains. While some segments of U.S. agriculture, such as producers of horticultural products, continue to be hurt by China's retaliatory tariffs, U.S. food and agricultural exports to China in 2020 were the largest in history, nearly \$26.5 billion, comprising 18% of total U.S. agricultural exports. These exports support 2.3 million jobs in the U.S. agricultural sector. Over the next decades, our sector's exports to China are only projected to grow. At this especially challenging time, America needs its greatest export market for food and agricultural products. A summary of some of the significant positive impacts and opportunities resulting from the Phase One Trade Agreement with China is attached.

We recognize that the U.S.-China bilateral relationship is complex and multifaceted, and that many factors need to be considered as the United States crafts its foreign policy towards China. We appreciate your efforts to preserve the key provisions of this historic trade Agreement—particularly those within Chapter 3, which have addressed numerous long time technical and other barriers to trade that American agriculture exporters have faced for years in China.

The implementation of this Agreement comes at a key moment. China has emerged as the world's second largest economy with a rapidly growing middle class that will continue to increase its levels of disposable income and desire for improved diets. With China's domestic production constraints and increasing demand from its consumers for high-quality and safe food and agricultural products, China represents unprecedented export opportunities for America's farmers, ranchers, food industry workers, food processors, manufacturers, and exporters. These export opportunities provide a mechanism to increase employment in our industries, and to bolster further economic activity throughout the supply chain—including through manufacturing, packaging, warehousing, transportation, logistics, and sustaining our vital port networks.

The critical and diverse U.S. food and agricultural industry supports more than 22 million jobs – including more manufacturing jobs than any other U.S. manufacturing sector. Our industry is the economic backbone of rural America, stimulating employment throughout the United States, including urban areas. The U.S.-China Phase One Trade Agreement acts as a foundation for prosperity of the U.S. food and agriculture sector.

We strongly encourage the continuation of this important agreement and ask for your support in ensuring its ongoing success. Please consider us to be resources to you as you seek additional information regarding the benefits of this agreement.

Sincerely,

William Westman

Co-Chair

Lorraine Riffle Hawley

Sami Esper Hawley

Co-Chair

Agri Beef

Almond Alliance of California

William W. Wastwan

American Farm Bureau Federation

American Feed Industry Association

American Peanut Council

Archer Daniels Midland Company

American Soybean Association

Biotechnology Innovation Organization

Cargill

Coast Packing Company

Corn Refiners Association

Edge Dairy Farmer Cooperative

International Dairy Foods Association

Leather and Hide Council of America

Mead Johnson Nutrition/RB

National Association of State Departments of Agriculture

National Corn Growers Association

National Cotton Council

National Council of Farmer Cooperatives

National Fisheries Institute

National Milk Producers Federation

National Grain and Feed Association

National Oilseeds Processors Association

National Turkey Federation

North American Export Grain Association North American Meat Institute North Dakota Grain Gowers Association Pet Food Institute Seaboard Foods U.S. Dairy Export Council U.S. Durum Growers Association U.S. Grains Council U.S. Meat Export Federation U.S. Wheat Associates USA Poultry and Egg Export Council

Attachment

**USA Rice Federation** 

## U.S. Food and Agriculture Dialogue for Trade

April 5, 2021

The Honorable Tom Vilsack Secretary of Agriculture U.S. Department of Agriculture 1400 Independence Avenue, SW Washington, D.C. 20250

Dear Secretary Vilsack,

We write to express our robust appreciation and support for the U.S.-China Phase One Trade Agreement and a continuation of work to maintain access to the Chinese market for U.S food and agriculture exports. We have attached information complied by the U.S. Food and Agriculture Dialogue for Trade (Dialogue) to demonstrate the importance of the Agreement and access to the China market. Over 200 companies and associations across the American food and agriculture supply chain participate in the Dialogue. Most every facet of our nation's food and agriculture economy --from farm to consumer -- is party to the Dialogue.

The U.S.-China Phase One Trade Agreement is critical to both the near and longer term success and growth of American agriculture—and the millions of American jobs the agricultural sector sustains. While some segments of U.S. agriculture, such as producers of horticultural products, continue to be hurt by China's retaliatory tariffs, U.S. food and agricultural exports to China in 2020 were the largest in history, nearly \$26.5 billion, comprising 18% of total U.S. agricultural exports. These exports support 2.3 million jobs in the U.S. agricultural sector. Over the next decades, our sector's exports to China are only projected to grow. At this especially challenging time, America needs its greatest export market for food and agricultural products. A summary of some of the significant positive impacts and opportunities resulting from the Phase One Trade Agreement with China is attached.

We recognize that the U.S.-China bilateral relationship is complex and multifaceted, and that many factors need to be considered as the United States crafts its foreign policy towards China. We appreciate your efforts to preserve the key provisions of this historic trade Agreement—particularly those within Chapter 3, which have addressed numerous long time technical and other barriers to trade that American agriculture exporters have faced for years in China.

The implementation of this Agreement comes at a key moment. China has emerged as the world's second largest economy with a rapidly growing middle class that will continue to increase its levels of disposable income and desire for improved diets. With China's domestic production constraints and increasing demand from its consumers for high-quality and safe food and agricultural products, China represents unprecedented export opportunities for America's farmers, ranchers, food industry workers, food processors, manufacturers, and exporters. These export opportunities provide a mechanism to increase employment in our industries, and to bolster further economic activity throughout the supply chain—including through manufacturing, packaging, warehousing, transportation, logistics, and sustaining our vital port networks.

The critical and diverse U.S. food and agricultural industry supports more than 22 million jobs – including more manufacturing jobs than any other U.S. manufacturing sector. Our industry is the economic backbone of rural America, stimulating employment throughout the United States, including urban areas. The U.S.-China Phase One Trade Agreement acts as a foundation for prosperity of the U.S. food and agriculture sector.

We strongly encourage the continuation of this important agreement and ask for your support in ensuring its ongoing success. Please consider us to be resources to you as you seek additional information regarding the benefits of this agreement.

Sincerely,

William Westman

Co-Chair

Lorraine Riffle Hawley Co-Chair

Agri Beef

Almond Alliance of California

American Farm Bureau Federation

Mon. a). Warturen

American Feed Industry Association

American Peanut Council

Archer Daniels Midland Company

American Soybean Association

Biotechnology Innovation Organization

Cargill

Coast Packing Company

Corn Refiners Association

Edge Dairy Farmer Cooperative

International Dairy Foods Association

Leather and Hide Council of America

Mead Johnson Nutrition/RB

National Association of State Departments of Agriculture

National Corn Growers Association

National Cotton Council

National Council of Farmer Cooperatives

National Fisheries Institute

National Milk Producers Federation

National Grain and Feed Association

National Oilseeds Processors Association

National Turkey Federation

North American Export Grain Association North American Meat Institute North Dakota Grain Gowers Association Pet Food Institute Seaboard Foods U.S. Dairy Export Council U.S. Durum Growers Association

U.S. Grains Council

U.S. Meat Export Federation

U.S. Wheat Associates

USA Poultry and Egg Export Council

USA Rice Federation

Attachment