November 17, 2023

The Honorable Tom Vilsack Secretary of Agriculture 1400 Independence Ave., SW Washington, DC 20250

Dear Secretary Vilsack:

Considering the overwhelming concerns we have heard from our producers across the country, the undersigned organizations urge USDA to revise the Emergency Relief Program (ERP) for 2022.

America's farmers and ranchers continue to endure extreme weather events, such as hurricanes, floods, multi-year droughts, freezes and record-high temperatures. Additionally, inflation and supply chain disruptions have led to a dramatic increase in input costs, with interest rates for many operating loans approaching 10 percent. These burdens not only impact the growers we represent, but entire rural communities.

We appreciate Congress and the Biden Administration continuing to recognize the important role agricultural producers play in feeding and clothing the world. Last December, Congress passed, and President Biden signed into law, appropriations legislation providing \$3.74 billion in muchneeded ERP assistance to agricultural producers impacted by a wide range of natural disasters in 2022.

Yet, we are very concerned about two newly introduced ERP 2022 provisions outlined in program guidance released on October 27: (1) progressive payment factors used to prorate payments; and (2) the method used to incorporate producer-paid insurance premiums. Neither of these provisions were part of ERP 2020 or ERP 2022, and both appear inconsistent with the congressional intent of the enabling legislation.

Additionally, these two programmatic changes will penalize many producers throughout the country. In the case of the progressive payment factor, we oppose a policy that delivers the least amount of benefit to those who have lost the most outside of the payment limits provided in statute. While we appreciate the funding restraints under which ERP 2022 was developed, we believe that USDA should instead aim to provide more equitable support for losses of all magnitudes. This can be achieved by using a single, uniform factor, as USDA has done in the past. With regards to incorporating the producer-paid premiums, this change will keep some growers from qualifying for any assistance and create a significant disparity of payments among producers.

We are also concerned that Track 2 of ERP 2022 continues USDA's burdensome reliance on Schedule F or equivalent tax documents to determine potential assistance, even though these documents often do not provide a full picture of crop revenue or losses for producers who primarily use cash accounting methods, and the approach does not follow the statute in compensating for crop losses.

Although Phase I of ERP 2020 and ERP 2021 were not perfect, they were well received by farmers experiencing losses and provided a more equitable approach to assistance than ERP 2022. We urge USDA to alter the current program calculations in a manner that more fully meets the needs of all producers.

Thank you for your consideration of our request.

Sincerely,

American Cotton Producers American Farm Bureau Federation American Soybean Association American Sugarbeet Growers Cotton Warehouse Association of America National Alfalfa and Forage Alliance National Association of Wheat Growers National Corn Growers Association National Cotton Council National Cotton Ginners Association National Council of Farmer Cooperatives National Peach Council National Pecan Federation National Pecan Shellers Association National Sorghum Producers North American Blueberry Council U.S. Durum Growers Association U.S. Peanut Federation **USA** Farmers **USA** Rice

Alabama Farmers Federation Alabama Peanut Producers Association Alabama Soybean and Corn Association Agricultural Council of Arkansas Arizona Cotton Growers Association Arizona Farm Bureau Arizona Pecan Growers Association Arkansas Farm Bureau Federation Arkansas Rice Arkansas Rice Arkansas Soybean Association California Cotton Ginners and Growers Association Colorado Association of Wheat Growers Colorado Farm Bureau Corn Growers Association of North Carolina Delta Council Florida Citrus Mutual Florida Farm Bureau Federation Florida Fruit and Vegetable Association Florida Peanut Producers Association Florida Rice Growers Georgia Blueberry Commission Georgia Cotton Commission Georgia Farm Bureau Georgia-Florida Soybean Association Georgia Fruit and Vegetable Growers Association Georgia Peach Council Georgia Peanut Commission Georgia Pecan Growers Association Georgia Watermelon Association Idaho Grain Producers Association Illinois Farm Bureau Illinois Soybean Association Indiana Corn Growers Association Indiana Farm Bureau Indiana Soybean Alliance Iowa Corn Growers Association Iowa Soybean Association Kansas Association of Wheat Growers Kansas Corn Growers Association Kansas Farm Bureau Kansas Soybean Association Kentucky Corn Growers Association Kentucky Small Grain Growers Association Kentucky Soybean Association Louisiana Cotton & Grain Association Louisiana Farm Bureau Federation Louisiana Rice Producers' Group Michigan Farm Bureau Michigan Soybean Association Mid-Atlantic Soybean Association Midwest Council on Agriculture Minnesota Association of Wheat Growers Minnesota Corn Growers Association Minnesota Farm Bureau Federation Minnesota Soybean Growers Association Mississippi Farm Bureau Federation Mississippi Peanut Producers Association

Mississippi Rice Council Mississippi Soybean Association Missouri Farm Bureau Missouri Rice Council Missouri Soybean Association Montana Farm Bureau Federation Montana Grain Growers Association Nebraska Farm Bureau Federation Nebraska Soybean Association Nebraska Wheat Growers Association New Mexico Farm & Livestock Bureau New Mexico Pecan Growers Association New York Corn & Soybean Growers Association New York Farm Bureau North Carolina Farm Bureau North Carolina Small Grain Growers Association North Carolina Soybean Producers Association North Dakota Corn Growers Association North Dakota Grain Growers Association North Dakota Soybean Growers Association Ohio Corn & Wheat Growers Association Ohio Sovbean Association Oklahoma Cotton Council Oklahoma Farm Bureau **Oklahoma Pecan Growers Association** Oklahoma Soybean Association Oregon Farm Bureau Oregon Wheat Growers League Panhandle Peanut Growers Association Pennsylvania Farm Bureau Plains Cotton Growers, Inc. Rolling Plains Cotton Growers, Inc. San Joaquin Valley Quality Cotton Growers Association South Carolina Corn and Soybean Association South Carolina Farm Bureau Federation South Carolina Growers Association South Carolina Peach Council South Dakota Corn Growers Association South Dakota Farm Bureau Federation South Dakota Soybean Association South Texas Cotton & Grain Association Southeastern Pecan Growers Association Southern Cotton Growers

Southern Rolling Plains Cotton Growers Association Southwest Council of Agribusiness St Lawrence Cotton Growers Tennessee Corn Growers Association **Tennessee Farm Bureau Federation Tennessee Soybean Association** Texas Corn Producers Association Texas Cotton Ginners' Association Texas Farm Bureau **Texas Pecan Growers Association Texas Rice Producers Legislative Group** Texas Soybean Association **Texas Wheat Producers Association** Utah Farm Bureau Federation Virginia Cattlemen's Association Virginia Farm Bureau Virginia Soybean Association Washington Association of Wheat Growers Western Peanut Growers Association Wisconsin Corn Growers Association Wisconsin Soybean Association

CC:

- The Honorable Martin Heinrich, Chairman, Senate Appropriations Subcommittee on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies
- The Honorable John Hoeven, Ranking Member, Senate Appropriations Subcommittee on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies
- The Honorable Andy Harris, Chairman, House Appropriations Subcommittee on Agriculture, Rural Development, Food and Drug Administration
- The Honorable Sanford Bishop, Jr., Ranking Member, House Appropriations Subcommittee on Agriculture, Rural Development, Food and Drug Administration
- The Honorable Debbie Stabenow, Chairwoman, Senate Committee on Agriculture, Nutrition, and Forestry
- The Honorable John Boozman, Ranking Member, Senate Committee on Agriculture, Nutrition, and Forestry

The Honorable Glenn "GT" Thompson, Chairman, House Committee on Agriculture

The Honorable David Scott, Ranking Member, House Committee on Agriculture