June 26, 2014

The Honorable Debbie Stabenow U.S. Senate Chairwoman Committee on Agriculture, Nutrition and Forestry 133 Hart Senate Office Building Washington, DC 20510

The Honorable Frank D. Lucas U.S. House of Representatives Chairman Committee on Agriculture 2311 Rayburn House Office Building Washington, DC 20515 The Honorable Thad Cochran U.S. Senate Ranking Member Committee on Agriculture, Nutrition and Forestry 113 Dirksen Senate Office Building Washington, DC 20510

The Honorable Collin C. Peterson U.S. House of Representatives Ranking Member Committee on Agriculture 2109 Rayburn House Office Building Washington, DC 201515

Dear Chairwoman Stabenow, Ranking Member Cochran, Chairman Lucas and Ranking Member Peterson:

On behalf of the undersigned stakeholders, we are writing in regards to the U.S. Mandatory Country of Origin Labeling (COOL) rule and its potential impact on the U.S. economy. If the World Trade Organization (WTO) determines the rule violates our trade obligations to our two largest export markets, Canada and Mexico, it could authorize those countries to subject an array of U.S. exports to retaliatory tariffs. Canada, Mexico and the United States comprise one of the most competitive and successful regional economic platforms in the world. A finding of non-compliance would surely result in serious economic harm to U.S. firms that export to our neighbors.

WTO litigation determined that the previous COOL rule regarding muscle cuts of meat is non-compliant with WTO obligations because of a discriminatory effect toward Canadian and Mexican animals. A revised version of the rule is now under WTO review. The governments of both Canada and Mexico regard the revised rule as more discriminatory than the previous version. Canada has already issued a preliminary retaliation list targeting a broad spectrum of commodities and manufactured products that will affect every state in the country. Mexico has not yet announced a preliminary retaliation list.

We respectfully submit that it would be intolerable for the United States to maintain, even briefly, a rule that has been deemed non-compliant by the WTO. With little potential for quick Congressional action after a WTO final adjudication, we request that Congress authorize and direct the Secretary of Agriculture to suspend indefinitely the revised COOL rule for muscle cuts of meat upon a final adjudication of non-compliance with WTO obligations. Thank you for your attention to this very important matter and for protecting American food production, agriculture and manufacturing from economic harm.

Sincerely,

Agri Beef Co. American Bakers Association American Beverage Association American Frozen Food Institute American Soybean Association American Peanut Product Manufacturers, Inc. Animal Health Institute Archer Daniels Midland Company Business and Institutional Furniture Manufacturers Association California Strawberry Commission California Walnut Commission Campbell Soup Company Cargill, Incorporated The Coca-Cola Company ConAgra Foods, Inc. Corn Refiners Association Distilled Spirits Council of the United States Food and Consumer Products of Canada Food Marketing Institute General Mills, Inc. Grocery Manufacturers Association The Hershey Company Hillshire Brands H.J. Heinz Company Hormel Foods Corporation Ingredion Incorporated International Dairy Foods Association International Sleep Products Association Kellogg Company Kraft Foods Group, Inc. Mars, Incorporated Midwest Food Processors Association Mondelez Global LLC National Association of Manufacturers

National Beef Packing Co., LLC National Cattleman's Beef Association National Confectioners Association National Corn Growers Association National Council of Farmer Cooperatives National Foreign Trade Council National Grain and Feed Association National Oilseed Processors Association National Pork Producers Council Nestle USA Nestle Waters North America North American Blueberry Council North American Equipment Dealers Association North American Export Grain Association North American Meat Association PepsiCo Remy International Inc. **Roquette** America **Smithfield Foods** Snack Food Association Sweetener Users Association Tate & Lyle Tyson Foods, Inc. United Producers, Inc. **USA Rice Federation** U.S. Chamber of Commerce U.S. Premium Beef, LLC Wine Institute

cc: Members of the United States Congress