April 28, 2010

Dear Representative (Members of House Agriculture Committee):

As representatives of America's agriculture and agribusiness community, broader business community and other advocates, we urge you to cosponsor and vote to report favorably from the Committee on Agriculture H.R. 4645, the *Travel Restriction Reform and Export Enhancement Act*.

Since sales of U.S. farm goods were allowed to Cuba in 2000, U.S. farmers have seen \$4 billion in sales into the market and payment has been received from the Cubans without issue. Unfortunately, due to continued arbitrary restrictions on U.S. agricultural sales, American producers have failed to realize the full potential of this market. Your support is important in helping America's farmers increase their export sales, especially in these difficult economic times.

H.R. 4645 will not repeal the U.S. embargo or lift the restrictions on credit. Cuban exports to the United States would continue to be prohibited. The bill simply clarifies how U.S. farmers and agricultural businesses conduct sales to Cuba and allows U.S. citizens to travel to Cuba, consistent with their ability to do so to every other country, including other U.S. sanctioned countries. These modest changes will establish and protect U.S. agriculture's reputation as a reliable supplier and provide the opportunity to maintain and grow U.S. agricultural sales to Cuba.

H.R. 4645 has three provisions:

- 1. It will reverse the controversial February 22, 2005, Office of Foreign Assets Control interpretation of the term "payment of cash in advance" for sales to Cuba. This regulatory restriction is contrary to the *Trade Sanctions Reform and Export Enhancement Act of 2000*, which allows for the shipment of agricultural goods under a broader interpretation of "payment of cash in advance" terms, consistent with practices successfully used by U.S. exporters with other importers, which prior to 2005 included Cuba.
- 2. The bill will eliminate the expensive and discriminatory requirement that payments to U.S. agricultural sellers must pass through banks in third countries. This process increases the cost of purchasing U.S. agricultural goods and puts U.S. agriculture at a competitive disadvantage.
- 3. The bill will enhance the ability of Cuba to purchase U.S. farm goods by lifting restrictions on U.S. citizens traveling to Cuba. Texas A&M University estimates that lifting these travel restrictions alone will increase U.S. agricultural sales to Cuba in the long term by \$336 million per year, creating up to 5,500 new jobs. In addition, public

opinion polls show that about 64 percent of Americans¹ and two-thirds of Cuban-Americans² support the ability of U.S. citizens to freely travel to Cuba.

H.R. 4645 represents an opportunity to remove unjustified U.S. barriers to our own agricultural sector in order to increase the export competitiveness of U.S. agriculture products in Cuba. We urge you to support the bill as introduced by Chairman Collin Peterson (D-Minn.) and Rep. Jerry Moran (R-Kan.) without amendments.

Sincerely,

Alamar Associates Alliance of Baptists American Farm Bureau Federation American Soybean Association Arkansas Rice Federation Arkansas Rice Growers Association Bunge California Rice Commission Cargill Center for Cuban Studies Center for Democracy in the Americas Center for International Policy Chicago Religious Leadership Network on Latin America **Common Ground Education and Travel Services** Corn Producers Association of Texas CubaPuentes Cuba Travel Services, Inc. Cuban American Commission for Family Rights Delmarva Poultry Industry, Inc. **Emergency Committee for American Trade** Emergency Network of Cuban-American Scholars and Artists for Change in U.S.-Cuba Policy Foundation for Normalization of US/CUBA Relations Fund for Reconciliation and Development Greater Houston Partnership Illinois Corn Growers Association Illinois Farm Bureau Independent Cattlemen's Association of Texas Indiana Corn Growers Association Indiana Soybean Alliance

¹ According to the CNN/Opinion Research Corp. poll conducted April 3-5, 2009, 64 percent of the 1,023 Americans surveyed by telephone thought the U.S. government should allow citizens to travel to Cuba. And 71 percent of those polled said that the U.S. should reestablish diplomatic relations with Cuba.

 $^{^{2}}$ According to the 2009 Bendixen & Associates poll, Two-thirds of Cuban and Cuban American adults - 67 percent - support the lifting of travel restrictions for all Americans so that they can also travel to Cuba freely.

Interactive Travel Services Association Iowa Corn Growers Association J Perez Associates, Inc Latin America Working Group Louis Dreyfus Louisiana Independent Rice Producers Association Louisiana Rice Growers Association Louisiana Rice Producers' Group Madison-Camaguey Sister City Association Maryland Farm Bureau Maryland Grain Producers Association Minnesota Corn Growers Association Mississippi Rice Council Missouri Corn Growers Association Missouri Rice Council Missouri Rice Producers' Group Molimar Export Consultants, Inc. National Association of State Departments of Agriculture National Association of Wheat Growers National Barley Growers Association National Chicken Council National Corn Growers Association National Council of Farmer Cooperatives National Farmers Union National Foreign Trade Council National Grain and Feed Association National Grange of the Order of Patrons of Husbandry National Milk Producers Federation National Oilseed Processors Association National Pork Producers Council National Sorghum Producers National Tour Association Nebraska Corn Board North American Export Grain Association North American Millers' Association Northwest Horticultural Council **Ohio Corn Growers Association** Ohio Wheat Growers Association Organization for International Investment Pet Food Institute Port Freeport Port of Corpus Christi Port of Galveston Port of Houston Authority Rice Producers of California Smithfield Foods

Texas Farm Bureau **Texas Forestry Association** Texas Grain Sorghum Producers Association **Texas Rice Council** Texas Rice Producers Legislative Group Texas Wheat Producers Association **TriDimension Strategies**, LLC United Motorcoach Association United States Council for International Business United States Dry Bean Council U.S. Chamber of Commerce US-Cuba Cultural Exchange U.S.-Cuba Sister Cities Association U.S. Dairy Export Council USA Dry Pea & Lentil Council **USA Rice Federation US Rice Producers Association** U.S. Women & Cuba Collaboration Washington Office on Latin America Washington State Potato Commission Western Growers Association Witness for Peace Women's International League for Peace and Freedom