Congress of the United States

Washington, DC 20515

October 1, 2010

The Honorable Collin Peterson Chairman Committee on Agriculture U.S. House of Representatives 1301 Longworth Washington, DC 20515

The Honorable Frank Lucas Ranking Member Committee on Agriculture U.S. House of Representatives 1305 Longworth Washington, DC 20515

Dear Mr. Chairman and Ranking Member:

As you consider the next farm bill, we urge you to consider the interests of consumers and other users of sugar in developing a new sugar program that provides an adequate supply of sugar for the domestic market at reasonable prices. A more balanced program will help avoid the on-going situation of record-low sugar stocks and consumer prices that have set an all-time high this year.

Markets are so tight that food and beverage companies are actually importing outside of the import quota by paying what were designed to be prohibitive tariffs just to get enough sugar for their products. U.S. sugar prices are so far above world prices that sugar buyers are now paying the world price of sugar, the transportation costs to bring the sugar to the U.S., and the prohibitive tariff of about 16 cents per pound on top of these costs, since this is still cheaper than buying sugar domestically, assuming it is even available in the domestic market.

Congress can help ease the continuing tight supply situation by providing the U.S. Department of Agriculture with the tools to adequately supply the U.S. sugar market. We would appreciate the opportunity to work with your committee to ensure that the sugar provisions of the next farm bill give consumers a fair shake and do not artificially undercut the availability of sugar stocks in the U.S. market.

Sincerely,

Onnut Onia	Clan Kich
Danny K. Davis Member of Congress	Mark Kirk Member of Congress
Ron Kind Member of Congress	Joe Pitts Member of Congress
Jesse Jackson Jr. Member of Congress	Mike Quigley Member of Congress
William Lacy Gay Member of Congress	Ron Paul Ron Paul Member of Congress
Zach Wamp Member of Congress	Daniel E. Lungren Member of Congress
Jim Moran Member of Congress	Bobby L. Rush Member of Congress