

January 30, 2023

The Honorable Sheldon Whitehouse  
Chairman  
Senate Budget Committee  
United States Senate  
Washington, DC 20510

The Honorable Jodey Arrington  
Chairman  
House Budget Committee  
United States House of Representatives  
Washington, DC 20515

The Honorable Lindsey Graham  
Ranking Member  
Senate Budget Committee  
United States Senate  
Washington, DC 20510

The Honorable Brendan Boyle  
Ranking Member  
House Budget Committee  
United States House of Representatives  
Washington, DC 20515

Dear Chairmen Whitehouse and Arrington and Ranking Members Graham and Boyle:

As the Budget Committee works to lay out fiscal policy goals for Fiscal Year 2024, **we respectfully urge you to protect crop insurance from harmful cuts.** The last several years have brought an onslaught of uncertainty for America's farmers and ranchers - from weather extremes to the disruptions of international markets to COVID-19 and all of its unique challenges. During this tumultuous time, one of the few certainties that farmers could rely on was the protection provided by the Federal crop insurance policy purchased with their hard-earned dollars.

Even in good years, farmers need access to a strong and secure Federal crop insurance program, a program that farmers have described time and again as a critical linchpin of the farm safety net. The strength and predictability of the program is only more critical given uncertainty that characterizes the production agriculture sector. USDA and Congress have taken extraordinary ad hoc measures over the past few years to ensure the financial security of rural America. It would only serve to undercut these efforts to propose harmful changes to a crop insurance program that provides predictable, within-budget assistance to farmers in a way that helps lenders continue to support America's farmers and ranchers. It is the certainty of the crop insurance program that provides critical reassurance to lenders.

It is no accident that the most recent farm bills have emphasized risk management, and in doing so, protected the interests of American taxpayers. Farmers spend as much as \$4 billion per year of their own money to purchase insurance from the private sector. On average, farmers also must incur losses of almost 30 percent before their insurance coverage pays an indemnity. Crop insurance allows producers to customize their policies to their individual farm and financial needs and policies are based on fundamental market principles, which means higher risk areas and higher value crops pay higher premiums for insurance. Crop insurance and its links to conservation further ensure that the program is a good investment for taxpayers, while simultaneously acting as a first line of defense against extreme weather events and climate change.

Given the challenges faced by rural America and the critical nature of crop insurance, cuts to the program should be avoided. Farmers, agribusinesses, lenders and lawmakers agree that crop insurance is a linchpin of the farm safety net and is crucial to the economic and food and fiber security of urban and rural America. **We urge you to continue to support this critical**

**component of the safety net for America's farmers and ranchers and oppose cuts to crop insurance during FY24 budget and appropriations process.**

Sincerely,

Agricultural Retailers Association  
American Agri-Women  
American Association of Crop Insurers  
American Bankers Association  
American Farm Bureau Federation  
American Farmland Trust  
American Malting Barley Association  
American Property and Casualty Insurance Association (APCIA)  
American Seed Trade Association  
American Sesame Growers Association  
American Society of Farm Managers and Rural Appraisers  
American Soybean Association  
American Sugar Alliance  
American Sugar Cane League  
American Sugarbeet Growers Association  
Association of Equipment Manufacturers  
Cotton Warehouse Association of America  
Crop Insurance and Reinsurance Bureau  
Crop Insurance Professionals Association  
Ducks Unlimited  
Environmental Defense Fund  
Farm Credit Council  
Independent Community Bankers of America  
Independent Insurance Agents and Brokers of America  
Midwest Council on Agriculture  
National Alfalfa and Forage Alliance  
National Association of Mutual Insurance Companies  
National Association of Professional Insurance Agents  
National Association of State Departments of Agriculture  
National Association of Wheat Growers  
National Barley Growers Association  
National Barley Improvement Committee  
National Corn Growers Association  
National Cotton Council  
National Council of Farmer Cooperatives  
National Crop Insurance Services  
National Farmers Union  
National Grain and Feed Association  
National Milk Producers Federation  
National Oilseed Processors Association  
National Peach Council  
National Potato Council  
National Sorghum Producers  
National Sunflower Association  
North American Equipment Dealers Association

Organic Trade Association  
Pacific Northwest Canola Association  
Panhandle Peanut Growers Association  
Pheasants Forever  
Quayle Forever  
Reinsurance Association of America  
Rural & Agriculture Council of America  
Southwest Council of Agribusiness  
U.S. Apple Association  
U.S. Canola Association  
U.S. Cattlemen's Association  
U.S. Durum Wheat Growers Association  
U.S. Peanut Federation  
USA Dry Pea & Lentil Council  
USA Rice  
Western Peanut Growers Association

Cc: Sen. Debbie Stabenow, Chairwoman, Committee on Agriculture, Nutrition and Forestry  
Sen. John Boozman, Ranking Member, Committee on Agriculture, Nutrition and Forestry  
Rep. GT Thompson, Chairman, Committee on Agriculture  
Rep. David Scott, Ranking Member, Committee on Agriculture