March 12, 2004

The Honorable Robert B. Zoellick United States Trade Representative 600 17<sup>th</sup> Street, N.W. Washington, D.C. 20508

Dear Ambassador Zoellick:

Pursuant to Section 2104 (e) of the Trade Act of 2002 and Section 135 (e) of the Trade Act of 1974, as amended, I am pleased to transmit the report of the Agricultural Policy Advisory Committee on the U.S.-Australia Free Trade Agreement, reflecting the majority and additional advisory opinions on the proposed Agreement.

Sincerely,

Charles J. O'Mara Chairman Agricultural Policy Advisory Committee

# THE U.S.-AUSTRALIA FREE TRADE AGREEMENT

**Report of the Agricultural Policy Advisory Committee** 

March 12, 2004

March 12, 2004

Agricultural Policy Advisory Committee (APAC)

Agricultural Policy Advisory Committee Report to the President, the Congress, and the United States Trade Representative on the U.S.-Australia Free Trade Agreement.

#### I. <u>Purpose of the Committee Report</u>

Section 2104(e) of the Trade Act of 2002 requires that advisory committees provide the President, Congress, and the U.S. Trade Representative with reports required under Section 135(e)(1) of the Trade Act of 1974, as amended, not later than 30 days after the President notifies Congress of his intent to enter into an agreement.

Under Section 135(e) of the Trade Act of 1974, as amended, the report of the Advisory Committee for Trade Policy and Negotiations and each appropriate policy advisory committee must include an advisory opinion as to whether and to what extent the agreement promotes the economic interests of the United States and achieves the applicable overall and principal negotiating objectives set forth in the Trade Act of 2002.

The report of the appropriate sectoral or functional committee must also include an advisory opinion as to whether the agreement provides for equity and reciprocity within the sectoral or functional area.

Pursuant to these requirements, the APAC hereby submits the following report.

### II. <u>Executive Summary of Committee Report</u>

The APAC appreciates the efforts to complete the U.S.-Australia Free Trade Agreement, which will improve access for certain US agricultural products. However, many of the APAC members are concerned that the Agreement is not comprehensive, does not impose any new disciplines on Australia's agricultural export monopolies, and does not deal effectively with many non-science based sanitary and phytosanitary measures that Australia continues to use to restrict trade. This is why the World Trade Organization Doha Round multilateral negotiation on agriculture is the highest priority for the APAC.

### III. Brief Description of the Mandate of the APAC

The advisory committee is authorized by Sections 135(c)(1) and (2) of the Trade Act of 1974 (Pub. L. No. 93-618), as amended, and is intended to assure that representative elements of the private sector have an opportunity to make known their views to the U.S. Government on trade and trade policy matters. They provide a formal mechanism through which the U.S. Government may seek advice and information. The continuance of the committee is in the public interest in connection with the work of the U.S.

Department of Agriculture (USDA) and the Office of the U.S. Trade Representative. There are no other agencies or existing advisory committees, which could supply this private sector input.

## IV. <u>Negotiating Objectives and Priorities of the APAC</u>

The highest priority of the APAC is to improve the market opportunities for U.S. agricultural products by obtaining fairer and more open conditions of trade. The ultimate objective is the elimination of agricultural trade barriers through negotiations at the multilateral, regional, and bilateral levels.

## V. Advisory Committee Opinion on Agreement

The APAC appreciates the efforts to complete the U.S.-Australia Free Trade Agreement, which will improve access for certain US agricultural products. However, many of the APAC members are concerned that the Agreement is not comprehensive, does not impose any new disciplines on Australia's agricultural export monopolies, and does not deal effectively with many non-science based sanitary and phytosanitary measures that Australia continues to use to restrict trade. This is why the World Trade Organization Doha Round multilateral negotiation on agriculture is the highest priority for the APAC.

Name	Organization	City/State
Mr. C. Joe O'Mara <b>(Chairman)</b>	O'Mara and Associates	Washington, D.C.
Mr. Charles Ahlem	Charles Ahlem Ranch	Hilmar, CA
Mr. Gaylon Booker	National Cotton Council	Memphis, TN
Mr. J. Patrick Boyle	American Meat Institute	Arlington, VA
Mr. Carl Brothers	Riceland Foods, Inc.	Stuttgart, AR
Mr. James Camerlo	Dairy Farmers of America	Florence, CO
Ms. Karen Caplan	United Fresh Fruit and Vegetable Association	Los Alamitos, CA
Mr. Stephen Censky	American Soybean Association	St. Louis, MO
Mr. Richard Crowder	American Seed Trade Association	Alexandria, VA
Mr. Paul Drazek	DTB Associates, LLP	Washington, D.C.
Dr. Michael Dykes	Monsanto Company	Washington, D.C.
Ms. Audrae Erickson	Corn Refiners Association, Inc.	Washington, D.C.
Dr. Dick Gady	ConAgra Foods, Inc.	Omaha, NE
Mr. Nicholas Giordano	National Pork Producers Council	Washington, D.C.
Dr. David Graves	McLeod, Watkinson & Miller	Washington, D.C.

## VI. <u>Membership of Committee</u>

Name	Organization	City/State
Mr. Thomas Hammer	National Oilseed Processors Association	Washington, D.C.
Mr. L. Jack Hunt	King Ranch, Inc.	Houston, TX
Mr. Kenneth Johannes	Hill's Pet Nutrition, Inc.	Topeka, KS
Mr. John Keeling	National Potato Council	Washington, D.C.
Mr. Robert Koch	Wine Institute	Washington, D.C.
Mr. Luther Markwart	American Sugarbeet Growers Association	Washington, D.C.
Mr. Gary Martin	North American Export Grain Association, Inc.	Washington, D.C.
Mr. C. Manly Molpus	Grocery Manufacturers of America	Washington, D.C.
Mr. Thomas Nassif	Western Growers Association	Irvine, CA
Ms. Karen Ross	California Association of Winegrape Growers	Sacramento, CA
Mr. Christian Schlect	Northwest Horticultural Council	Yakima, WA
Mr. Bob Stallman	American Farm Bureau Federation	Washington, D.C.
Mr. Michael Stuart	Florida Fruit & Vegetable Association	Orlando, FL
Mr. James Sumner	USA Poultry & Egg Export Council	Stone Mountain, GA
Ms. Constance Tipton	International Dairy Foods Association	Washington, D.C.
Mr. Alan Tracy	U.S. Wheat Associates	Washington, D.C.
Ms. Carol Tucker Foreman	Consumer Federation of America	Washington, D.C.
Ms. Elizabeth Ward	USA Rice Federation	Washington, D.C.
Mr. Rodger Wasson	California Strawberry Commission	Watsonville, CA