

The Honorable Martin Heinrich

Chair

Senate Appropriations Subcommittee on

Agriculture, Rural

Development, Food and Drug

Administration, and Related Agencies

United States Senate

Washington, DC 20510

The Honorable Debbie Stabenow

Chair

Senate Committee on Agriculture, Nutrition

and Forestry

United States Senate

Washington, DC 20510

The Honorable Andy Harris

Chair

House Appropriations Subcommittee on

Agriculture, Rural

Development, Food and Drug

Administration, and Related Agencies United States House of Representatives

Washington, DC 20515

The Honorable Glen Thompson

Chair

House Committee on Agriculture

United States House of Representatives

Washington, DC 20515

Dear Chair Heinrich, Chair Harris, Chair Stabenow, and Chair Thompson:

The <u>Dairy Business Innovation Initiative</u> (DBII) is a necessary federal program that spurs regional strategies to enhance the capacity, vitality, and innovation of the American dairy industry. With a track record of success and staggering demand, we urge lawmakers to expand DBII investments in the annual appropriations process and the upcoming farm bill to \$36 million each year.

These initiatives convene farmers, industry partners, and academia to tackle production, processing, and marketing needs of the dairy industry specific to each initiative's coverage area. Administered by the USDA's Agricultural Marketing Service (AMS), the Initiative provides resources to four regional initiatives that are headquartered in the states of Vermont, Tennessee, Wisconsin, and California. The regional initiatives then offer tailored grant opportunities, across dozens of states, to dairy businesses and other stakeholders.

DBII centers have offered, to date, \$165 million in grants to dairy farmers, processors, brands, cooperatives, non-profits, and academic partners. From small farmstead grants to processing equipment support for regional/national dairy processors, the DBIIs offer a range of awards for hundreds of projects. Project examples include new processing endeavors, new product and packaging developments, sustainability initiatives, and export exploration. All are fundamentally matching private resources with public funding to grow and modernize the dairy industry.

Additionally, we are encouraged that U.S. Senators Tammy Baldwin and Marsha Blackburn, as well as U.S. House Representative Derrick Van Orden, introduced the <u>Dairy Business Innovation Act</u> <u>of 2023</u> and stand in support of this bipartisan, bicameral legislation.

The dairy industry is critical to our nation's food security and provides nutritious and accessible products to millions of families across the country. The dairy industry remains an economic engine

[[Date]]

for rural communities and the broader American economy,	providing 3.2 million jobs and \$794
billion in overall economic impact ¹ .	,

An investment in the DBII is an investment in the future of U.S. dairy and we ask congressional leaders to prioritize DBII funding at \$36 million annually in both the yearly appropriations cycle and within reauthorization of the farm bill.

Sincerely,

CC: Ranking members and relevant committee members

¹ https://www.idfa.org/dairydelivers