

Key National 2005 Successes

- **Helped negotiate Air Emissions Agreement with the Environmental Protection Agency.** Result: Gave pork producers the opportunity to receive “safe harbor” for past and current emissions and provided for a two-year benchmark study of air emissions from pork operations.
- **Litigated a case against environmental activists regarding CAFOs in New York.** Result: Removed the requirement for producers to obtain government and public approval every time their nutrient management plans change.
- **Led efforts for Congressional passage of the Free Trade Agreement with Central America and the Dominican Republic.** Result: Gained duty-free access and leveled the playing field for continued expansion of U.S. exports.
- **Kept U.S. pork in the U.S.-Australian Free Trade Agreement.** Result: Access to Australia’s \$50 million annual pork market.
- **Terminated Mexican anti-dumping case.** Result: According to Iowa State economist Dr. Dermot Hayes, U.S. pork producers derived \$4.50 per U.S. market hog produced in 2005 from exports to Mexico.
- **Led business continuity discussion.** Result: Facilitated dialogue between the U.S. pork industry and government agencies regarding management of potential animal emergencies.
- **Continued development and implementation of a reasonable and affordable animal ID plan.**



Key Illinois 2005 Successes



Increasing Cost-Share Dollars - EQIP Funding. IPPA was instrumental in many changes to the Illinois EQIP program: \$30/ac Waste Utilization Incentive, increase cost share cap on agitators and pumps to \$15,000, and 40 percent cost share for manure pits of new buildings.

Fighting Activists - Sow Stall Ban. Animal rights groups initiated an effort to ban farrowing and gestation stalls in Arizona. IPPA invested \$15,000, with NPPC matching all state donations 2:1 to oppose this measure.

Investor Outreach and Recruitment – New Staff. Added Abbi Brickey to increase focus on the needs and development of investors.

Protecting Your Livelihood - Nuisance Suits. IPPA introduced state legislation to help protect producers from frivolous lawsuits before the facilities are in operation.

Relationships with Congressional Delegation – Staff Tour. IPPA cosponsored a tour of production, processing and research facilities for staff members of the Illinois Congressional Delegation.

At the IPPA, every producer’s voice and vote counts. The IPPA currently has 102 SIP participants, an increase of 27 percent from 2004, with a goal of increasing participation by 30 percent in 2006.



Critical Issues NPPC is Addressing for 2006 and Beyond



2007 Farm Bill – It is the single most important domestic legislation for U.S. pork’s ability to compete. It potentially impacts feed stocks, animal welfare standards and the future direction of environmental requirements. As an active member in the debate, NPPC has appointed a Farm Bill Task Force to develop our strategies and tactics to defend producer interests. Pork producer Craig Mensink represents Minnesota interests on NPPC’s Farm Bill Task Force.

World Trade Organization (WTO) – It is the single most important international treaty for the U.S. pork industry. It will serve as the platform for all future trade agreements.

Animal ID – It is critical for us to maintain our course to be able to address potential foreign animal disease issues without detracting from or destroying our ability to compete.

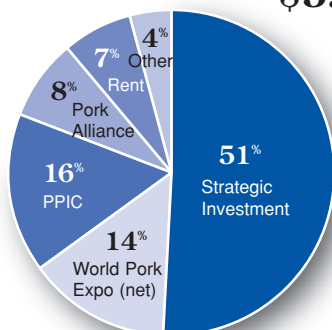
Animal Welfare – Together with support from the National Pork Board, NPPC is battling outside influencers who want to impose arbitrary, non-science based requirements on our industry.

Market Conditions – We remain committed to addressing any issues that will threaten the ability of U.S. pork producers to compete at home and abroad. This includes, but is not limited to, mandatory country-of-origin labeling (MCOOL) and imposing unfounded, non-science based restrictions affecting modern production practices.

	Strategic Investment Program	Mandatory Pork Checkoff
Negotiate for fair trade (import/export)		
Fight for reasonable legislation		
Fight for reasonable regulation		
Inform and educate legislators		
Provide producers direct access to lawmakers		
Proactive issues management with media		
Secure and guide industry research funding		
Enhance domestic and global demand		
Provide producer information and education		
Funding	\$0.10/\$100	\$0.40/\$100

2006 Revenues & Investments \$5.9 Million

NPPC 2006 Revenues (budgeted)



NPPC 2006 Investments (budgeted)

