The Power of "AND"

2023 Global MRL Harmonization Workshop

California Specialty Crops Council

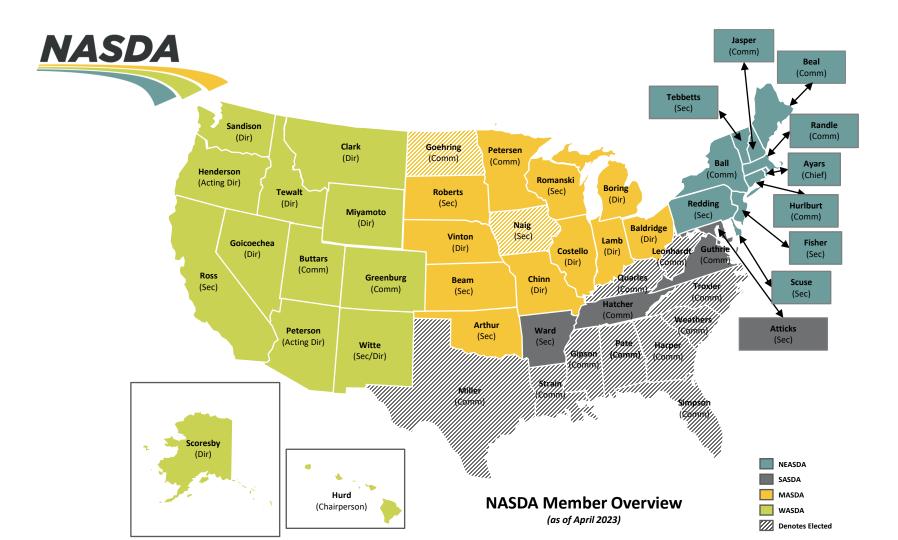
May 23, 2023 Ted McKinney - NASDA



Who is NASDA?







What is the NASDA mission?

Enhance American and global food and agricultural communities through policy, partnerships and public engagement



What we do?

- Represent State Departments of Agriculture in D.C.
- Our members co-regulate with Federal Government
 - Animals, feed, seed, fertilizer, pesticides, weights/measures, etc.)
- International Trade & Foreign Affairs
 - USMCA, Emerging Markets, Europe, Global Trade Organizations (APEC, OECD, United Nations)
- Issues & Policy Management
- National Agricultural Statistics Service (NASS)



The Power of AND....

Book by R. Edward Freeman, Kirsten E. Martin, and Bidhan L. Parmar

The Power of AND offers a new narrative about the nature of business, revealing the focus on responsibility **and** ethics that unites today's most influential ideas and companies.

And now, to borrow from this narrative



Power pairs - examples of "AND"......

- Batman and Robin
- Mickey <u>and</u> Minnie
- Peanut Butter <u>and</u> Jelly
- Ham <u>and</u> cheese
- Fruits <u>and</u> Vegetables
- Watson <u>and</u> Crick
- Marie <u>and</u> Pierre Curie





The Power of AND....

The Power of Climate Smart Agriculture

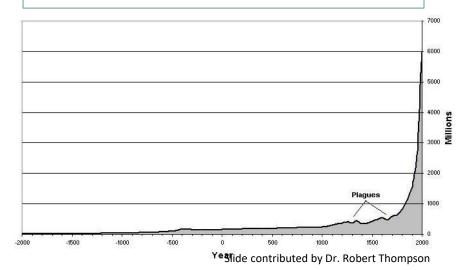
AND
Increased Farm/Food Productivity

AND
Keeping a Robust Agricultural Toolbox

Evolution of World Population

- It took from the beginning of time to 1804 to get to the first billion people on earth.
- BUT, the population passed:
 - 2 billion in 1927
 - (123 years later)
 - 3 billion in 1960
 - (33 years later)
 - 4 billion in 1974
 - (14 years later)
 - 5 billion in 1987
 - (13 years later)
 - 6 billion in 1999
 - (12 years later)
 - 7 billion in 2011
 - (12 years later)
 - 8 billion in 2023
 - (12 years later)

In 1798, Malthus wrote that food production could not keep up with population growth and that starvation would limit the size of the world's population.

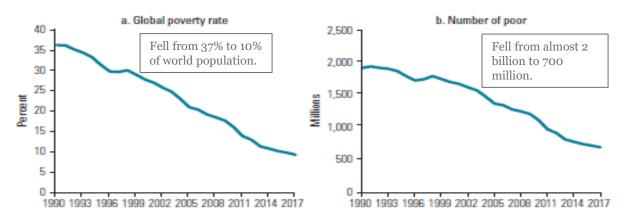


Malthus Got It Wrong

- With the development of ocean shipping, vast new areas of land were brought into agricultural production in North and South America and Oceania.
- Engineering research developed machines that enabled every farmer to cultivate far larger areas of land and manage larger herds of livestock and poultry flocks.
- Research on genetics and on control of insects, diseases and weeds resulted in big increases in production per unit of land and per farm animal.
- Instead of limiting population as Malthus predicted, global food output has grown faster than consumption, the cost of food has trended downwards, and the world's population is now over 7.8 billion.

Incredible Progress in Reducing Poverty Accelerated Global Food Demand Growth Over Three Decades

FIGURE 0.1 Global Poverty Rate and Number of Poor at the US\$1.90-a-Day Poverty Line, 1990–2017



Source: PovcalNet (online analysis tool), World Bank, Washington, DC, http://iresearch.worldbank.org/PovcalNet/. Note: The global coverage rule is applied (see annex 1A in chapter 1 in this report).







AN INITIATIVE OF

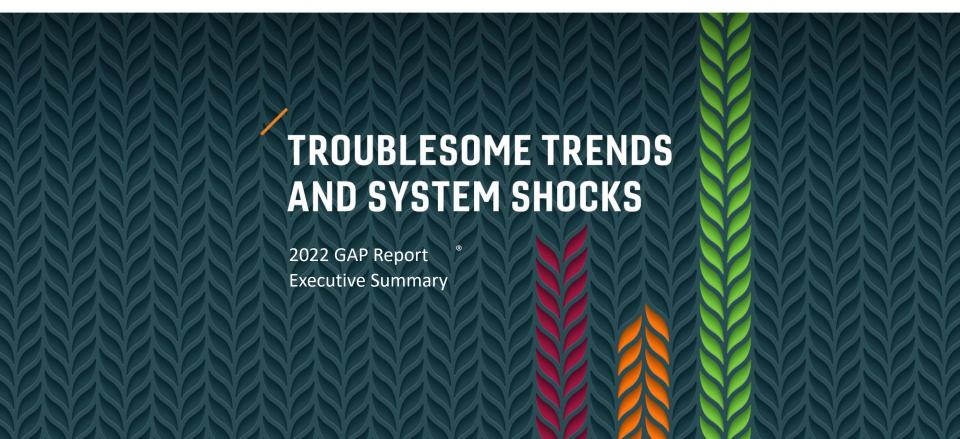




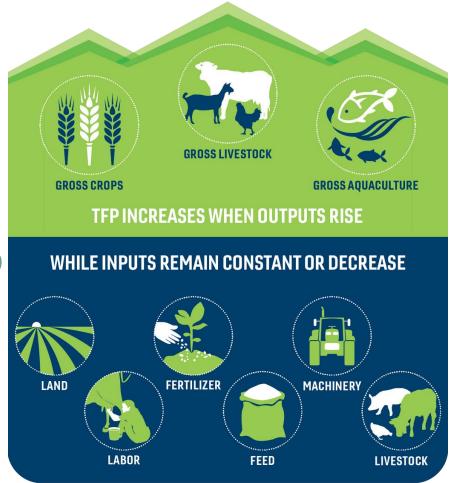








TOTAL FACTOR
PRODUCTIVITY MEASURES
THE CHANGES IN HOW
EFFICIENTLY AGRICULTURAL
INPUTS ARE TRANSFORMED
INTO OUTPUTS

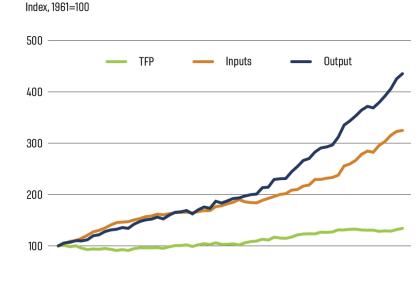


A Global View of TFP Trends

Global Agricultural Outputs, Inputs, and Total Factor Productivity (TFP),

1961-2020

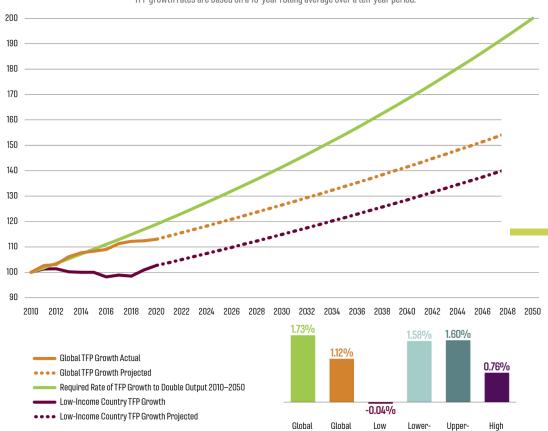
Index, 1961=100 400 TOTAL 300 **FACTOR** GROSS **PRODUCTIVITY** LIVESTOCK CROPS AQUACULTURE **TOTAL OUTPUTS** 200 **TOTAL INPUTS FERTILIZER** FEED **MACHINERY** LIVESTOCK 1961 1971 1981 1991 2001 2011 2021 Low-Income Country Agricultural Output, Input, and Total Factor Productivity, 1961–2020



1961 1964 1970 1973 1976 1978 1988 1988 1988 1989 1994 2000 2000 2006 2012 2012 2012 2012

2022 GLOBAL AGRICULTURAL PRODUCTIVITY INDEX

TFP growth rates are based on a 10-year rolling average over a ten-year period.

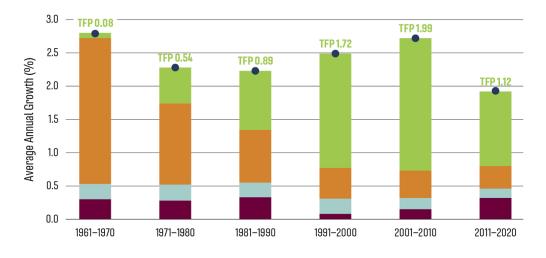


Global TFP Growth Targets

Income

Source: USDA Economic Research Service (2022).

Global Sources of Agricultural Output Growth, 1961–2020



- TFP Gross amount of crop, livestock, and aquaculture products produced per inputs of labor, materials, and capital.
- Input Intensification Gross amount of labor, materials, and capital used per hectare of land.
- Irrigation Extension Extension of irrigation to agricultural land.

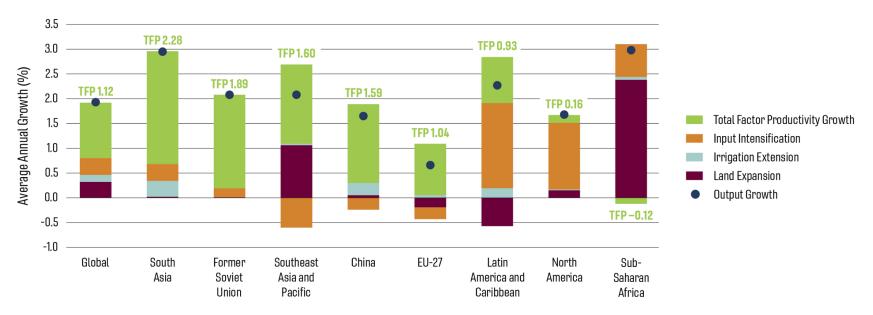
- **Land Expansion** Extending agriculture to previously forested areas or grasslands.
- Output Growth The change in the gross amount of crops, livestock and aquaculture products produced.

Global Sources of TFP Growth

Source: USDA Economic Research Service (2022).

Regional Trends

Sources of Agricultural Output Growth by Region, 2011–2020



Source: USDA ERS, 2021

Key Messages

O1 Global agricultural productivity growth is in steep decline.



O2
Productivity
growth is not scale dependent.



03
Extreme climate events disrupt productivity gains.



Key Messages

04

Regional differences in productivity growth reveal areas of concern, alarm, and hope.

05

Productivity growth supports resilience during system shocks.

06

Current efforts to accelerate productivity growth are inadequate to the scope of the challenge.







Envision 2030 – UN Sustainable Development Goals

GOAL 1: No Poverty

GOAL 2: Zero Hunger

GOAL 3: Good Health and Well-being

GOAL 4: Quality Education

GOAL 5: Gender Equality

GOAL 6: Clean Water and Sanitation

GOAL 7: Affordable and Clean Energy

GOAL 8: Decent Work & Economic Growth

GOAL 9: Industry, Innovation and Infrastructure

GOAL 10: Reduced Inequality

GOAL 11: Sustainable Cities and Communities

GOAL 12: Responsible Consumption and Production

GOAL 13: Climate Action

GOAL 14: Life Below Water

GOAL 15: Life on Land

GOAL 16: Peace and Justice Strong Institutions

GOAL 17: Partnerships to achieve the Goal



Concerns and threats

- 1. Are we forgetting the 10 billion by 2050? ... Yes, we are.
- Pace of new technology adoption ... and rejection
- 3. Losing tools from our toolboxes! MRL bans is #1 on list.
- 4. 30 x 30 plans globally?
- 5. Conservation Reserve Type Programs on less sensitive terrain and soils??
- 6. Misguided government policies EU Precautionary Principle/Hazard Scheme
- 7. Will the WTO process work?
- 8. Subtle and non-so-subtle trade threats over technology adoption
- 9. Most important ... we are forgetting that climate remediation (climate smart agriculture) and greater productivity are possible

... and essential

Opportunities and actions

- 1. The growing attention to climate smart agriculture can be a good thing ... when married to increased productivity. Ag is part of the solution.
- Technology development continues at a rapid pace in most parts of the world
 ... And most of it is scale neutral
- 3. The UN Food Systems Summit sharpened much of industry's focus on opportunities & realities to address climate change
- The vast majority of the world both trusts the current regulatory system.
- The world, led by industry AND Governments, must address the EU ... now.



A few favorite quotes ...

Norman Borlaug:

"Take it to the farmer!" -- You cannot build a peaceful world on empty stomachs."

Dwight D. Eisenhower

"You know, farming looks mighty easy when your plow is a pencil, and you're a thousand miles from the corn field." *Bradley University, Peoria, Illinois, 9/25/56*

Marie Curie

"Nothing in life is to be feared, it is only to be understood. Now is the time to understand more, so that we may fear less. One never notices what has been done, only what remains to be done."

Ted McKinney

"We **CAN** celebrate climate smart agriculture **AND** grow food and agriculture productivity **AND** to do it we must keep all current tools in our toolbox and add new ones."

Thank You California Specialty Crops Council

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