

CHECKOFF FUNDING OF STATE PORK PRODUCER ASSOCIATIONS

Legislative: The Pork Promotion, Research and Consumer Information Act and Order provide that states shall receive no less than 16.5% of the funds generated from the marketing of swine in their state. In addition, the law requires that states receive no less than they had for the period just previous to the law going into effect.

The Act stipulates that the Pork Act Delegate Body has the authority to set the portion of funds returned to organized state producer associations.

Delegate Policy: In 1991, delegates approved a system that utilizes marketing numbers collected by the National Pork Board to determine return-to-state funds. At that time the formula was switched from the basis of USDA and state Departments of Agriculture or State Veterinarian adjusted marketings to those numbers actually generated by the Board's own data of marketing from each state.

The system uses the most recent three-year average of a state's total marketings (market hogs, feeder pigs, and seedstock) and applies it to a chart that was adopted by the delegates in 1991. See next page. A part of this chart documents the application by state of the return-to-state percentage for 2020. The application of this chart is made annually from marketings for the three previous calendar years. Adjustments to state's funding are made annually with the February payments.

The following, 2020 Marketings – Three-Year Average table is a report of the current marketing averages for states based on years 2017, 2018, and 2019 for your information.

Finally, listed below are the states and their "per head rate" that qualify for minimal funding. In practice, these were states that had long-time state legislative programs that were in existence prior to the pork legislation. Over the years where the checkoff rate increased, this minimum guarantee basis has been surpassed and most states are paid on the percentage table basis. However, when low hog prices exist or a lower rate is in place, this "per head" method is triggered for more states.

	Rate Per Head
Alabama	\$.0868529
Louisiana	\$.0877588
Maryland	\$.0816192
Montana	\$.0918193
North Carolina	\$.0782579
Oklahoma	\$.1615456
South Carolina	\$.0982379
Texas	\$.1308339
Virginia	\$.2043501

2020 RETURN TO STATES

THREE-YEAR AVERAGE MARKETINGS	RTS%**	STATES***
0 - 600,000	39%	AL, AR, AZ, CA, DE, FL, GA, HI, ID, LA, ME, MD, MS, NV, NH, NY, ND, OR, SC, WA, WI, WY
600,001 - 700,000	38%	KY, MT, TN, VA
700,001 - 800,000	37%	
800,001 - 900,000	36%	
900,001 - 1,000,000	35%	UT
1,000,001 - 1,200,000	34%	CO, TX
1,200,001 - 1,400,000	33%	
1,400,001 - 1,600,000	32%	
1,600,001 - 1,800,000	31%	
1,800,001 - 2,100,000	30%	
2,100,001 - 2,300,000	29%	MI
2,300,001 - 2,500,000	28%	
2,500,001 - 2,800,000	27%	PA, SD
2,800,001 - 3,000,000	26%	OK
3,000,001 - 3,200,000	25%	
3,200,001 - 3,400,000	24%	
3,400,001 - 3,800,000	23.5%	KS
3,800,001 - 4,200,000	23%	
4,200,001 - 4,500,000	22.5%	MO
4,500,001 - 4,800,000	22%	OH
4,800,001 - 5,200,000	21.5%	
5,200,001 - 5,700,000	21%	NE
5,700,001 - 6,100,000	20.5%	
6,100,001 - 6,600,000	20%	
6,600,001 - 7,000,000	19.5%	
7,000,001 - 7,500,000	19%	IN
7,500,001 - 8,100,000	18.5%	
8,100,001 - 9,200,000	18%	IL
9,200,001 - 11,000,000	17.5%	
11,000,001 - 12,700,000	17%	
12,700,001 +	16.5%	IA, MN, NC

*MARKETINGS: Total animals (market hogs, feeder pigs, seedstock) as reported from the NPB checkoff statistical reports.

**RTS %: The percentage of funding from the state's checkoff receipts which would be returned to the state association under the federal legislative checkoff as established by the National Pork Producers Delegate Body.

***States categorized based on 2017, 2018, and 2019 *Marketings.

2020 MARKETINGS — THREE-YEAR AVERAGE

STATE	NUMBER OF PIGS MARKETED			
	2017	2018	2019	THREE -YEAR AVERAGE
Alabama	134,472	158,652	122,683	138,602
Alaska	287	241	43	190
Arizona	239,160	265,986	231,727	245,624
Arkansas	69,177	55,966	152,291	92,478
California	174,225	179,463	183,977	179,222
Colorado	1,341,553	1,135,726	1,090,323	1,189,201
Connecticut	4,582	1,591	530	2,234
Delaware	16,657	17,022	15,044	16,241
Florida	17,012	11,915	9,864	12,930
Georgia	140,462	215,963	138,349	164,925
Hawaii	1,321	887	771	993
Idaho	8,672	24,974	13,990	15,879
Illinois	8,305,912	8,299,494	8,345,532	8,316,979
Indiana	7,111,273	7,440,097	8,038,176	7,529,849
Iowa	42,117,305	45,209,959	46,685,857	44,671,040
Kansas	3,282,258	3,505,878	3,741,494	3,509,877
Kentucky	543,222	674,871	587,250	601,781
Louisiana	8,314	8,036	4,179	6,843
Maine	2,625	1,539	1,943	2,036
Maryland	57,457	56,963	57,474	57,298
Massachusetts	8,975	52,391	5,654	22,340
Michigan	2,295,682	2,330,060	2,267,818	2,297,853
Minnesota	16,425,310	16,640,527	17,257,974	16,774,604
Mississippi	69,492	63,436	35,072	56,000
Missouri	4,097,578	4,293,995	4,423,968	4,271,847
Montana	585,183	647,542	595,522	609,416
Nebraska	4,886,922	5,190,024	6,070,341	5,382,429
Nevada	563	798	443	601
New Hampshire	1,052	688	297	679
New Jersey	5,378	6,367	3,817	5,187
New Mexico	13	8	1	7
New York	90,339	92,083	79,589	87,337

North Carolina	13,606,616	13,511,681	14,137,112	13,751,803
North Dakota	103,437	103,307	112,051	106,265
Ohio	4,512,581	4,591,021	4,792,635	4,632,079
Oklahoma	2,900,264	2,851,538	2,759,067	2,836,956
Oregon	5,036	4,253	3,112	4,134
Pennsylvania	2,580,476	2,612,357	2,673,345	2,622,059
Rhode Island	332	351	154	279
South Carolina	380,654	399,146	415,170	398,323
South Dakota	2,537,631	2,608,371	2,910,297	2,685,433
Tennessee	670,359	607,460	599,795	625,871
Texas	977,436	1,021,657	1,023,712	1,007,602
Utah	959,709	662,659	1,172,847	931,738
Vermont	594	450	230	425
Virginia	563,994	607,318	698,893	623,402
Washington	16,110	18,111	28,172	20,798
West Virginia	7,326	6,651	5,474	6,484
Wisconsin	414,677	506,108	520,824	480,536
Wyoming	46,072	19,370	24,492	29,978
TOTAL	122,325,737	126,714,951	132,039,375	127,026,688