

August 28, 2019

President Donald J. Trump The White House 1600 Pennsylvania Avenue Washington, DC 20500

Dear Mr. President,

On behalf of the Americans for Free Trade Coalition, we are writing with an urgent request that you postpone all tariff rate increases on Chinese goods that are scheduled to take effect this year. These tariff rate increases – some starting as early as Sunday – come at the worst possible time, right in the middle of the busy holiday shipping period. Action is needed by you to protect American businesses, workers and consumers this holiday season.

Our coalition represents every part of the U.S. economy including manufacturers, farmers and agribusinesses, retailers, technology companies, service suppliers, natural gas and oil companies, importers, exporters, and other supply chain stakeholders. Collectively, we support tens of millions of American jobs through our vast supply chains.

In remarks earlier this month, you recognized that delaying some tariffs would avoid hurting American consumers over the holidays. Unfortunately, a large portion of holiday merchandise will still be hit by September and October tariff increases at an even higher rate than was initially anticipated. With some products facing tariffs as high as 30 percent, many businesses will have no choice but to pass along those costs to consumers. Price increases will likely hit shoppers just as they are making their holiday purchases.

Furthermore, because many of our industrial inputs are still sourced in China, these new tariffs will act as a tax on U.S. manufacturers and U.S. farmers, whose costs will now increase. And because these tariffs were announced with little warning, it is impossible for U.S. importers to share the burden with supply chain partners in China or shift their production to other countries. The full adverse impact of these tariff increases will be felt entirely in the United States and could represent one of the largest tax increases in American history.

We understand your frustration with China and are opposed to the tariffs the Chinese government has imposed as well. But subjecting U.S. companies, the workers they employ, and the consumers they serve to new and unprecedented taxes takes us further away from the deal you are working to craft. Ordering companies to leave China, the world's second largest economy, is not a solution and is unrealistic. Although companies are taking steps to diversify

their supply chains, developing overseas markets is critical to reaching the 95 percent of consumers who live outside the U.S. and in return expanding opportunities for American workers and consumers.

U.S. consumers are driving the growth of the U.S. economy. Let's ensure consumer confidence remains high and economic prosperity continues for the American families we serve and the American workers we employ every day. A tariff delay is the gift you can give American families this holiday season.

Please protect the holiday season and delay these tariffs.

Sincerely,

Auto Care Association

Accessories Council Beer Institute Agriculture Transportation Coalition (AgTC) BSA | The Software Alliance ALMA, International (Association of California Retailers Association Loudspeaker Manufacturing and Acoustics) Carolina Loggers Association American Apparel & Footwear Association Chemical Industry Council of Delaware (CICD) Coalition of New England Companies for Trade (AAFA) American Association of Exporters and (CONECT) Coalition of Services Industries (CSI) Importers (AAEI) American Association of Port Authorities Colorado Retail Council American Bakers Association Columbia River Customs Brokers and Forwarders Assn. American Bridal & Prom Industry Association Computer & Communications Industry Association (CCIA) (ABPIA) Computing Technology Industry Association (CompTIA) American Chemistry Council Consumer Technology Association American Coatings Association, Inc. (ACA) American Down and Feather Council Council of Fashion Designers of America (CFDA) American Fly Fishing Trade Association CropLife America American Home Furnishings Alliance Customs Brokers & Freight Forwarders Assn. of American Lighting Association Washington State American Petroleum Institute Customs Brokers & Freight Forwarders of American Bridal & Prom Industry Association Northern California Distilled Spirits Council of the United States (ABPIA) American Pyrotechnics Association **Electronic Transactions Association** American Rental Association Fashion Accessories Shippers Association (FASA) American Specialty Toy Retailing Association Fashion Jewelry & Accessories Trade Association American Wind Energy Association Flexible Packaging Association Arizona Technology Council Florida Ports Council Arkansas Grocers and Retail Merchants Florida Retail Federation Footwear Distributors and Retailers of America (FDRA) Association **Association For Creative Industries** Fragrance Creators Association Game Manufacturers Association Association for PRINT Technologies Association of Equipment Manufacturers (AEM) Gemini Shippers Association Georgia Retailers Association of Home Appliance Manufacturers

Global Chamber®

Global Cold Chain Alliance National Association of Foreign-Trade Zones (NAFTZ) **Greeting Card Association** National Association of Home Builders **Grocery Manufacturers Association** National Association of Music Merchants Halloween Industry Association National Association of Printing Ink Manufacturers Home Fashion Products Association National Association of Trailer Manufacturers (NATM) Home Furnishings Association National Confectioners Association Household and Commercial Products National Council of Chain Restaurants Association National Customs Brokers and Freight Forwarders Idaho Retailers Association Association of America Illinois Retail Merchants Association National Electrical Manufacturers Association (NEMA) Independent Office Products & Furniture National Fisheries Institute Dealers Association (IOPFDA) National Foreign Trade Council National Grocers Association Indiana Retail Council Information Technology Industry Council (ITI) National Lumber and Building Material Dealers International Foodservice Distributors Association Association National Marine Manufacturers Association International Housewares Association National Restaurant Association International Warehouse and Logistics National Retail Federation National Ski & Snowboard Retailers Association Association International Wood Products Association National Sporting Goods Association **Internet Association Natural Products Association** New Jersey Retail Merchants Association ISSA - The Worldwide Cleaning Industry Association North American Association of Uniform Manufacturers Juice Products Association (JPA) and Distributors (NAUMD) Juvenile Products Manufacturers Association North Carolina Retail Merchants Association Licensing Industry Merchandisers' Association Ohio Council of Retail Merchants Los Angeles Customs Brokers and Freight **Outdoor Industry Association** Forwarders Assn. Pacific Coast Council of Customs Brokers and Louisiana Retailers Association Freight Forwarders Assns. Inc. Maine Grocers & Food Producers Association Pennsylvania Retailers' Association **PeopleforBikes** Maine Lobster Dealers' Association Maritime Exchange for the Delaware River Personal Care Products Council and Bay Pet Industry Joint Advisory Council Maryland Retailers Association Petroleum Equipment & Services Association Methanol Institute Plumbing Manufacturers International Power Tool Institute (PTI) Michigan Chemistry Council Minnesota Retailers Association Precious Metals Association of North America (PMANA) Missouri Retailers Association Promotional Products Association International Motorcycle Industry Council Recreational Off-Highway Vehicle Association NAPIM (National Association of Printing Ink Retail Association of Maine Retail Council of New York State Manufacturers) National Association of Chain Drug Stores Retail Industry Leaders Association Retailers Association of Massachusetts (NACDS)

RISE (Responsible Industry for a Sound Environment)

RV Industry Association

National Association of Chemical Distributors

(NACD)

San Diego Customs Brokers and Forwarders

Assn. SEMI

Snowsports Industries America

Society of Chemical Manufacturers & Affiliates

Software & Information Industry Association

(SIIA)

Specialty Equipment Market Association Specialty Vehicle Institute of America Sports & Fitness Industry Association

TechNet

Telecommunications Industry Association (TIA)

Texas Retailers Association

Texas Water Infrastructure Network

The Airforwarders Association

The Fertilizer Institute

The Hardwood Federation

The Toy Association The Vinyl Institute

Travel Goods Association

Truck & Engine Manufacturers Association (EMA)

U.S. Hide, Skin and Leather Association

United States Council for International Business United States Fashion Industry Association

US Global Value Chain Coalition US-China Business Council

Virginia Retail Merchants Association

Virginia-DC District Export Council (VA-DC DEC)

Washington Retail Association

Window and Door Manufacturers Association

World Pet Association, Inc. (WPA)

CC: Ambassador Robert Lighthizer, United States Trade Representative

Secretary Steven Mnuchin, Department of the Treasury Secretary Wilbur Ross, Department of Commerce Secretary Sonny Perdue, Department of Agriculture

Acting Administrator Chris Pilkerton, Small Business Administration

Director Larry Kudlow, National Economic Council