

January 29, 2021

Dear Members of the 117th Congress,

Congratulations on becoming a Member of the 117th Congress. We appreciate your dedication to public service and your willingness to make a difference in the lives of everyday Americans.

Our companies and associations joined together to form Americans for Free Trade in 2018. 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 employ tens of millions of Americans, including many of your constituents, through our vast supply chains.

The 117th Congress is beginning during a period of unprecedented difficulty and uncertainty for American families and American businesses. As businesses around the country try to implement and sustain a full and successful recovery from the ongoing economic harm caused by the COVID-19 pandemic, especially during a resurgence of cases and new restrictions on business operations, they need as much certainty as possible. That certainty can be provided in a number of ways, including by collaborating with our trading partners and allies to address violations of U.S. trade law, and by negotiating trade agreements that open up markets for – rather than trigger retaliation against – American exporters and the tens of millions of workers who rely on export markets around the world.

One area that needs immediate attention relates to our tariff policy. Over the last several years, American businesses and families have been assessed more than \$85 billion¹ in additional tariffs. These tariffs have resulted in less money in the pockets of American families², a slowdown in U.S. manufacturing³, and decreased competitiveness for American businesses vis-à-vis their counterparts in Europe and Asia. Tariffs are taxes. They have created tremendous uncertainty and financial pain for American families, American workers, and American businesses.

As the 117th Congress considers bold new measures to address the ongoing public health and economic crises, we urge Members to examine closely the negative impact that tariffs have caused to American families, American workers, and American businesses over the last several years and consider a thorough study of whether they have met their stated objectives. This should

¹ CBP Trade Statistics, available at https://www.cbp.gov/newsroom/stats/trade (last visited 12/19/2020).

² See The Budget and Economic Outlook: 2020 to 2030, Congressional Budget Office, p. 33 ("As a result, tariffs are also projected to reduce average real household income by \$1,277 (in 2019 dollars) in 2020.").

³ See Flaaen, Aaron, and Justin Pierce, "Disentangling the Effects of the 2018-2019 Tariffs on a Globally Connected U.S. Manufacturing Sector," Federal Reserve Board (Dec. 23, 2019).

include a request to the independent, bipartisan U.S. International Trade Commission to conduct an economic analysis regarding the impact of the tariffs in key areas, such as American jobs, manufacturing, competitiveness, innovation, and economic growth. In addition, we urge the appropriate committees of jurisdiction to examine the effectiveness of the tariffs and the section 301 product exclusion process administered by the Office of the U.S. Trade Representative (USTR).

As the 117th Congress conducts these important oversight activities, we also ask that Members urge USTR to take the following immediate actions:

- Reinstate the section 301 product exclusion process, including a retroactive extension for product exclusions that expired during 2020 to provide economic relief and predictability for American businesses, workers, and families;
- Improve the section 301 process to ensure it is administered in a fair, transparent, and predictable manner;
- Automatically extend all section 301 product exclusions for COVID response items so that American families and businesses can get the personal protective equipment, cleaning equipment, and manufacturing inputs they need to respond to the ongoing public health emergency;
- Resolve ongoing trade disputes through targeted actions and concerted bilateral
 engagement that reduces trade barriers and opens markets for American exporters –
 not one that imposes additional burdens on American businesses, American workers,
 and American families through tariffs and closes markets when trading partners
 retaliate.

Lifting the additional tariffs is a simple, straightforward way to provide an economic boost to American families, American workers, and American businesses and to help ensure a successful economic recovery. It is also an important step to repairing relationships with U.S. trading partners and allies and restoring our standing on the world stage.

If you have any questions about the AFT coalition, please visit our website at www.americansforfreetrade.com or email us at info@americansforfreetrade.com.

Sincerely,

Accessories Council
ACT | The App Association
Agriculture Transportation Coalition (AgTC)
ALMA, International (Association of
Loudspeaker Manufacturing and Acoustics)
American Apparel & Footwear Association
(AAFA)
American Association of Exporters and
Importers (AAEI)
American Association of Port Authorities
American Bakers Association

American Bridal & Prom Industry Association (ABPIA)
American Chemistry Council
American Coatings Association, Inc. (ACA)
American Down and Feather Council
American Fly Fishing Trade Association
American Home Furnishings Alliance
American Lighting Association
American Petroleum Institute

American Rental Association

American Pyrotechnics Association

American Specialty Toy Retailing Association

American Wind Energy Association Arizona Technology Council Arkansas Grocers and Retail Merchants Association **Association For Creative Industries** Association for PRINT Technologies Association of Equipment Manufacturers (AEM) Association of Home Appliance Manufacturers **Auto Care Association** Beer Institute BSA | The Software Alliance California Retailers Association Carolina Loggers Association Chemical Industry Council of Delaware (CICD) Coalition of New England Companies for Trade (CONECT) Coalition of Services Industries (CSI) Colorado Retail Council Columbia River Customs Brokers and Forwarders Assn. Computer & Communications Industry Association (CCIA) Computing Technology Industry Association (CompTIA) Consumer Brands Association Consumer Technology Association Council of Fashion Designers of America (CFDA) CropLife America Customs Brokers & Freight Forwarders Assn. of Washington State Customs Brokers & Freight Forwarders of Northern California Distilled Spirits Council of the United States **Electronic Transactions Association Experiential Designers and Producers** Association (EDPA) Fashion Accessories Shippers Association (FASA) Fashion Jewelry & Accessories Trade Association

Flexible Packaging Association

Florida Ports Council

Florida Retail Federation

Footwear Distributors and Retailers of America (FDRA) Fragrance Creators Association Game Manufacturers Association Gemini Shippers Association Georgia Retailers Global Business Alliance Global Chamber® Global Cold Chain Alliance **Greeting Card Association** Halloween Industry Association Home Fashion Products Association Home Furnishings Association Household and Commercial Products Association Idaho Retailers Association Illinois Retail Merchants Association Independent Office Products & Furniture Dealers Association (IOPFDA) Indiana Retail Council Information Technology Industry Council (ITI) International Association of Amusement Parks and Attractions (IAAPA) International Bottled Water Association (IBWA) International Foodservice Distributors Association International Housewares Association International Warehouse and Logistics Association International Wood Products Association ISSA - The Worldwide Cleaning Industry Association Jeweler's Vigilance Committee Juice Products Association (JPA) Juvenile Products Manufacturers Association Leather and Hide Council of America Licensing Industry Merchandisers' Association Los Angeles Customs Brokers and Freight Forwarders Assn. Louisiana Retailers Association Maine Grocers & Food Producers Association Maine Lobster Dealers' Association Maritime Exchange for the Delaware River and Bay Maryland Retailers Association Methanol Institute Michigan Chemistry Council Michigan Retailers Association Minnesota Retailers Association Missouri Retailers Association

Motor & Equipment Manufacturers

Association

Motorcycle Industry Council Petroleum Equipment & Services Association NAPIM (National Association of Printing Ink Plumbing Manufacturers International Manufacturers) Power Tool Institute (PTI) National Association of Chain Drug Stores Promotional Products Association International Recreational Off-Highway Vehicle Association (NACDS) National Association of Chemical Distributors Retail Association of Maine Retail Council of New York State (NACD) National Association of Foreign-Trade Zones Retail Industry Leaders Association Retailers Association of Massachusetts (NAFTZ) National Association of Home Builders RISE (Responsible Industry for a Sound Environment) National Association of Music Merchants **RV** Industry Association National Association of Printing Ink San Diego Customs Brokers and Forwarders Assn. Manufacturers **SEMI** National Association of Trailer Manufacturers Semiconductor Industry Association **Snowsports Industries America** (NATM) National Confectioners Association Society of Chemical Manufacturers & Affiliates Software & Information Industry Association (SIIA) National Council of Chain Restaurants South Dakota Retailers Association National Customs Brokers and Freight Specialty Equipment Market Association Forwarders Association of America Specialty Vehicle Institute of America National Fisheries Institute Sports & Fitness Industry Association National Foreign Trade Council National Grocers Association TechNet National Lumber and Building Material Telecommunications Industry Association (TIA) Dealers Association Texas Retailers Association National Marine Manufacturers Association Texas Water Infrastructure Network National Restaurant Association The Airforwarders Association National Retail Federation The Fertilizer Institute The Hardwood Federation National Ski & Snowboard Retailers The Toy Association Association The Vinyl Institute National Sporting Goods Association Natural Products Association Travel Goods Association Truck & Engine Manufacturers Association (EMA) New Jersey Retail Merchants Association North American Association of Uniform United States Council for International Business Manufacturers and Distributors (NAUMD) United States Fashion Industry Association North Carolina Retail Merchants Association US Global Value Chain Coalition **US-China Business Council** Ohio Council of Retail Merchants Virginia Retail Merchants Association

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

Window and Door Manufacturers Association

Washington Retail Association

World Pet Association, Inc. (WPA)

Ohio Council of Retail Merchants
Outdoor Industry Association
Pacific Coast Council of Customs Brokers and
Freight Forwarders Assns. Inc.
Pennsylvania Retailers' Association
PeopleforBikes
Personal Care Products Council

Pet Industry Joint Advisory Council