## AMERICANS FOR FREETTRADE

November 16, 2021

The Honorable Katherine Tai United States Trade Representative 600 17th Street NW Washington, DC 20508

Dear Ambassador Tai:

On behalf of the <u>Americans for Free Trade</u> coalition, we would like to commend you for your leadership and stakeholder engagement at USTR. After years of unpredictability and a devastating economic crisis caused by the global pandemic, global trade stakeholders welcome a new day and vision. As USTR develops the Biden-Harris Administration's worker-centered trade policy, it has a rare opportunity to tell the positive story about how trade benefits American consumers and workers. We strongly believe this is the time to focus on a trade policy that benefits all stakeholders. Such a trade policy should cover imports, exports, and foreign investment, all of which play important roles in our economy and society.

By way of background, Americans for Free Trade 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 through our vast supply chains.

As we respond to the COVID-19 pandemic and associated economic dislocation, USTR will play a vital role in helping American stakeholders understand how trade raises standards of living, creates job opportunities, enables extensive choices of affordable, high-quality products and services, and creates market opportunities abroad. Trade is essential to all Americans and sectors of the economy; American manufacturers are also importers; American consumers are workers; American farmers are exporters. These segments of the economy all work together to create jobs, innovate, and support our communities across the country.

After years of growing inequality and stagnating wages, we support a trade policy that, as you noted, advances the interests of all Americans who "...benefit from having good jobs, with good wages..." An effective post-pandemic trade policy will help American workers stretch their hard-earned wages when they put on their consumer hats and help American manufacturers gain access to affordable inputs to support their global competitiveness and offer high quality, affordable products that American consumers demand. It will also provide U.S. manufacturers, farmers, ranchers and service providers access to new growth markets around the world, which will create jobs, grow wages, and raise skill and education levels at home.

But too often there is a narrative that imports are relied upon to offer "cheap goods" at the expense of the American worker. Such a view fails to consider the full benefits of imports to

the U.S. economy. Imports not only provide American consumers – who are also American workers and families – a greater variety of products at affordable prices, but also help offset inflationary pressures, provide more than half of U.S. manufacturers' intermediate inputs and components, and enrich our economy with employment in manufacturing, design, engineering, research, logistics, services and more. As noted in the May 2021 "Imports Work for American Workers" report, more than 21 million American jobs rely on imports. These important American jobs, and their value to the U.S. economy, must be considered as part of a holistic worker-centered trade policy.

Today's economy relies upon interconnected global supply chains, often keeping highpaying, high-skilled jobs in the United States while working with overseas partners for final assembly. These imports reflect a globalized world in which specialized economies and workforces do what they do best, collaborating on products sold around the world. These supply chains are complex and should continue to play to America's strengths. We encourage the Administration to embrace and support trade policies that both allow U.S. companies to remain globally competitive and open new markets and attract more foreign investment in the United States, in turn creating more American jobs.

As USTR balances stakeholder interests and forges a new path for trade policy, we urge it to publicly embrace the important role that imports, exports, and foreign investment play in creating a strong U.S. economy and how they work together to create benefits for American consumers, manufacturers, retailers, service providers, and, most importantly, American workers. Imports and exports are not in competition with each other but rather support each other and the U.S. industries who rely on them. And foreign investment continues to create jobs, revitalize communities, and expand access to overseas markets for U.S. goods and services.

We all agree that Americans are both "workers and wage-earners" and "consumers". Underscoring the dignity of work and a decent wage is natural and aligns with our identity as Americans. A trade policy that claims to advance the interests and needs of all Americans should seek to meet them everywhere they work, live, succeed, struggle, and hope in today's pandemic world. Their future and dignity depend on it.

We look forward to working with USTR and the Biden-Harris Administration on the development of a true worker-centered trade policy that embraces the importance of imports, exports, and foreign investment to both American workers and consumers, as well as to the U.S economy and our global competitiveness.

Sincerely,

Accessories CouncilAmerican Association of Exporters and Importers (AAEI)ACT | The App AssociationAmerican Association of Port AuthoritiesAgriculture Transportation Coalition (AgTC)American Bakers AssociationALMA, International (Association ofAmerican Bridal & Prom Industry Association (ABPIA)Loudspeaker Manufacturing and Acoustics)American Chemistry CouncilAmerican Apparel & Footwear AssociationAmerican Coatings Association, Inc. (ACA)(AAFA)American Down and Feather Council

American Fly Fishing Trade Association American Home Furnishings Alliance American Lighting Association American Petroleum Institute American Pyrotechnics Association American Rental Association American Seed Trade 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 American Publishers Association of Equipment Manufacturers (AEM) Auto Care Association **Beer Institute** Business Alliance for Customs Modernization 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** Energy Workforce & Technology Council **Experiential Designers and Producers** Association

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 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 Meat Import Council of America Methanol Institute Michigan Chemistry Council Michigan Retailers Association Minnesota Retailers Association

Missouri Retailers Association Motor & Equipment Manufacturers Association Motorcycle Industry Council NAPIM (National Association of Printing Ink Manufacturers) National Association of Chain Drug Stores (NACDS) National Association of Chemical Distributors (NACD) National Association of Foreign-Trade Zones (NAFTZ) National Association of Home Builders National Association of Music Merchants National Association of Printing Ink Manufacturers National Association of Trailer Manufacturers (NATM) National Confectioners Association National Council of Chain Restaurants National Customs Brokers and Freight Forwarders Association of America National Fisheries Institute National Foreign Trade Council National Grocers Association National Lumber and Building Material **Dealers** Association National Marine Manufacturers Association National Restaurant Association National Retail Federation National Ski & Snowboard Retailers Association National Sporting Goods Association Natural Products Association New Jersey Retail Merchants Association North American Association of Uniform Manufacturers and Distributors (NAUMD) North Carolina Retail Merchants Association 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 Plumbing Manufacturers International Power Tool Institute (PTI) Promotional Products Association International Recreational Off-Highway Vehicle Association Retail Association of Maine Retail Council of New York State Retail Industry Leaders Association Retailers Association of Massachusetts RISE (Responsible Industry for a Sound **Environment**) **RV** Industry Association San Diego Customs Brokers and Forwarders Assn. SEMI Semiconductor Industry Association (SIA) **Snowsports Industries America** Society of Chemical Manufacturers & Affiliates Software & Information Industry Association (SIIA) South Dakota Retailers Association 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) 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)