Dear Mr. President:

On behalf of Americans for Free Trade, we urge you to reach a Phase One deal with China and take the necessary steps to resolve the ongoing trade dispute. We certainly hope that this will lead to further negotiations, which ultimately lead to a final deal that not only addresses our key concerns with the U.S.-China trade relationship, but also eliminates the current tariffs imposed on both goods sourced from China and our goods exported to the critically important China market.

As these negotiations continue, we strongly encourage the Administration to suspend implementation of the Tranche 4B tariffs set to take effect on December 15th if a Phase One deal is not finalized before then. We think it is incredibly important for the ongoing negotiations to be allowed to continue without the specter of new tariffs taking effect before a deal is signed. As you noted when the Tranche 4B tariffs were announced, you delayed implementation of those tariffs specifically to avoid harming American consumers over the holidays. This delay should be extended until a deal is reached.

Further, we strongly support using the Phase One deal to include reciprocal elimination of existing tariffs, as has been reported in the press. Such an action would send an important economic signal while providing immediate relief to job creators throughout the U.S.

Our coalition represents every part of the U.S. economy including manufacturers, farmers and agribusinesses, forest products, retailers, technology companies, service suppliers, natural gas and oil companies, importers, exporters, and other supply chain stakeholders, among them small and family-owned businesses from across the nation. Collectively, we support tens of millions of American jobs through our supply chains. We are united in our concern about the negative impacts that indiscriminate tariffs will continue to have on U.S. businesses, workers and consumers.

As our coalition has made clear since the trade war began, tariffs are taxes that American businesses and consumers pay. To date, Americans have paid over $42 billion in taxes due to the imposition of tariffs. These taxes and the uncertainty they have created – and continue to create – layoffs, deferred investments, and price increases in every corner of the country. Indeed, according to research by Trade Partnership Worldwide LLC, the Section 301 tariffs on goods on
Lists 1-3, along with the ongoing Section 232 tariffs on steel and aluminum and retaliation, have cost the average American family of four nearly $800 this year and have shaved 0.4 percent off of otherwise robust GDP. Additional tariffs on products on List 4a (not included in this estimate), amplify the negative impacts; if additional tariffs on all of the products on List 4 are applied, the negative impacts to American families will grow to over $2,300, and the hit to U.S. GDP will be a negative 1 percent.

We have previously provided our thoughts on key issues that need to be included in a final deal. A final agreement resolving this dispute must: 1) address China’s unfair trading practices; 2) fully and immediately eliminate all remaining Section 301 tariffs and retaliation that are not already eliminated in the Phase One deal once a final deal is signed; 3) avoid establishing any new enforcement mechanism that would trigger future tariffs and result in long-term economic uncertainty; 4) provide clarity on how the Section 301 exclusion process will be impacted by a U.S.-China final agreement; and 5) trigger a full economic assessment, by the Administration, of the costs of tariffs for American businesses, workers, and consumers.

We want the U.S. to reach a trade deal with China that achieves meaningful change in our trading relationship with China and provides business certainty for the future. We continue to believe that tariffs are the wrong approach, and we believe these tariffs are causing escalating economic harm to American businesses, workers, farmers and families across the country. We urge you to delay the Tranche 4B tariffs to allow for a final Phase One deal to be achieved.

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 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 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)
Association of Home Appliance Manufacturers
Auto Care Association
Beer Institute
BSA | The Software Alliance
Business & Institutional Furniture Manufacturers Association (BIFMA)
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
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<th>Association</th>
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<td>Columbia River Customs Brokers and</td>
<td>International Foodservice Distributors Association</td>
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<td>Forwarders Assn.</td>
<td>International Housewares Association</td>
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<td>Computer &amp; Communications Industry</td>
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<td>International Wood Products Association</td>
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<td>Computing Technology Industry Association (CompTIA)</td>
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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
Petroleum Equipment & Services Association
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

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)
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