

March 29, 2022

The Honorable Katherine Tai United States Trade Representative 600 Seventeenth Street, N.W. Washington, D.C. 20508

RE: Section 301 China Tariffs Review Process

Dear Ambassador Tai:

We write today to express our strong support for a fully transparent review of the Section 301 tariffs on products from China, including a comprehensive economic assessment of the tariffs' impact on American businesses, workers, farmers, and consumers. In your upcoming testimony before Congress regarding the 2022 Trade Policy Agenda, we urge you to share USTR's plans for reviewing the tariffs, including timing and opportunities for stakeholder input. We believe the review presents an important opportunity to assess the Trump Administration's tariffs and determine whether the Biden-Harris Administration will continue them as part of its China trade policy.

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, renewable energy companies, importers, exporters, and other supply chain stakeholders. Collectively, we employ tens of millions of Americans through our vast supply chains.

American importers, including members of our coalition, have been assessed close to \$130 billion in tariffs since President Trump first imposed tariffs on products from China nearly four years ago. As you know, List 1 of those tariffs is set to expire in July unless USTR receives a petition for a continuation of the tariffs, which we understand is almost certain to occur. Such a request would trigger a review process under the statute, requiring USTR to examine the effectiveness of the tariffs in achieving their objectives and other actions that could be taken, as well as the effects of such actions on the U.S. economy, including consumers.

While USTR would only be required to conduct this review with respect to List 1, we urge USTR to include all four tariff lists in its review. A single review for all four tariff lists would create administrative efficiencies for USTR and American companies. It would also permit a more holistic assessment of whether the tariffs achieved their stated objectives and provide a full picture of the impact the tariffs have had to the U.S. economy, as well as American businesses, workers, and consumers. It would also give USTR the opportunity to consider whether the 301 tariffs represent the best path forward considering U.S. companies continue to

face many of the same challenges with respect to trade with China today as they did when the tariffs were first imposed.

Further, it is essential that the review process be fully transparent and include a public comment period and public hearings to ensure that the Administration gives all stakeholders — including stakeholders who pay the tariffs —the opportunity to provide input. A review that does not include the American businesses, workers, farmers, and consumers burdened by the tariffs would be inconsistent with the commitments USTR has made in its Transparency Principles, congressional testimony, and the 2022 Trade Policy Agenda and 2021 Annual Report regarding public outreach, engagement, and transparency.

We look forward to hearing your testimony at the upcoming congressional hearings. We commit to working with you on a trade policy agenda that tackles the unprecedented economic challenges facing American families, workers, and businesses.

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 Clean Power Association 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 Pyrotechnics Association American Rental Association American Seed Trade Association American Specialty Toy Retailing Association American Trucking Association Arizona Technology Council

Arkansas Grocers and Retail Merchants

Association

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 Alliance for Customs Modernization California Bottled Water Association California Retailers Association Can Manufacturers Institute Central States Bottled Water 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)

Customs Brokers & Freight Forwarders Assn. of

Association For Creative Industries

CropLife America

Washington State

ISSA - The Worldwide Cleaning Industry

Association

Customs Brokers & Freight Forwarders of Jeweler's Vigilance Committee Northern California Juice Products Association (JPA) Distilled Spirits Council of the United States Juvenile Products Manufacturers Association **Electronic Transactions Association** Leather and Hide Council of America Energy Workforce & Technology Council Licensing Industry Merchandisers' Association **Experiential Designers and Producers** Los Angeles Customs Brokers and Freight Association Forwarders Assn. Fashion Accessories Shippers Association Louisiana Retailers Association Maine Grocers & Food Producers Association (FASA) Fashion Jewelry & Accessories Trade Maine Lobster Dealers' Association Association Maritime Exchange for the Delaware River and Bay Flexible Packaging Association Maryland Retailers Association Florida Ports Council Michigan Chemistry Council Florida Retail Federation Michigan Retailers Association Footwear Distributors and Retailers of America Mid America Bottled Water Association Minnesota Retailers Association (FDRA) Fragrance Creators Association Missouri Retailers Association Game Manufacturers Association Motor & Equipment Manufacturers Association Gemini Shippers Association Motorcycle Industry Council Georgia Retailers NAPIM (National Association of Printing Ink Global Chamber® Manufacturers) Global Cold Chain Alliance National Association of Chain Drug Stores (NACDS) **Greeting Card Association** National Association of Chemical Distributors (NACD) National Association of Foreign-Trade Zones (NAFTZ) Halloween Industry Association National Association of Home Builders Home Fashion Products Association Home Furnishings Association National Association of Music Merchants Household and Commercial Products National Association of Trailer Manufacturers (NATM) Association National Confectioners Association Idaho Retailers Association National Council of Chain Restaurants 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 Association International Association of Amusement Parks National Marine Manufacturers Association and Attractions (IAAPA) National Restaurant Association International Bottled Water Association National Retail Federation National Ski & Snowboard Retailers Association (IBWA) International Foodservice Distributors National Sporting Goods Association Association **Natural Products Association** International Housewares Association New Jersey Retail Merchants Association International Warehouse and Logistics North American Association of Food Equipment Manufacturers (NAFEM) Association International Wood Products Association North American Association of Uniform Manufacturers

and Distributors (NAUMD)

North Carolina Retail Merchants Association

Northwest Bottled Water 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 Food Institute

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 Atlantic Bottled Water Association South Dakota Retailers Association Southeast Bottled Water Association Specialty Equipment Market Association Specialty Vehicle Institute of America

Sports & Fitness Industry Association (SFIA)

TechNet

Telecommunications Industry Association (TIA)

Texas Retailers Association

Texas Water Infrastructure Network The Airforwarders Association

The Fertilizer Institute
The Hardwood Federation
The Toy Association
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

Vinyl Institute

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)