Congress of the United States

Washington, DC 20515

February 3, 2025

The Honorable Donald J. Trump President of the United States The White House 1600 Pennsylvania Avenue, N.W. Washington, DC 20500

Dear President Trump:

We write today with strong concerns regarding the announcement to impose a 25 percent blanket tariff on Canadian imports with a 10 percent tariff on imported Canadian oil. Constituents in our districts are already facing high energy prices and grocery store costs. We appreciate the announcement of the 30day pause on implementation; however, the threat of these tariffs still harms the economic well-being of working-class Americans. As hardworking families continue struggling with inflation, the last thing we should do is make the cost of living even more expensive. We urge you to rescind your Executive Order imposing additional tariffs on Canada.

Over the past 35 years, our two countries have enjoyed economic and diplomatic prosperity through trade relations governed first by the 1989 U.S.-Canada Free Trade Agreement, then by the 1994 North American Free Trade Agreement (NAFTA), and now by the 2020 United States Mexico-Canada Agreement (USMCA), which you negotiated and signed into law.¹ Due to that close relationship, trade with Canada brings billions of dollars to the United States every day.²

Canada is not our competitor nor our adversary—they are one of our closest allies and trading partners, with tightly intertwined economies, similar values, and shared geography. Our soldiers have fought and bled alongside each other in Normandy, Korea, and Afghanistan. We jointly protect North American airspace through the world's only binational military command, the North American Aerospace Defense Command (NORAD). We share the world's largest source of freshwater and, together, we maintain peaceful trade and security along the world's longest land border. Our cultures enrich each other through the arts and sports, including participation in multiple American-based major leagues. While both are unique, the ties between our countries are deep and form a special bond unlike any other.

The United States and Canada enjoy one of the largest bilateral commercial relationships in the world. Canada is the third-largest source of foreign direct investment in the United States, contributing \$671.7 billion to our economy.³ They are the largest supplier of U.S. energy imports, including crude oil, natural gas, and electricity, and our largest automotive trading partner, playing a key role in the manufacturing processes of General Motors, Ford, and Stellantis. Canada is also a top supplier of critical

https://www.international.gc.ca/country-pays/us-eu/relations.aspx?lang=eng

¹ Congressional Research Service, "U.S. - Canada Trade Relations." <u>https://crs.gov/Reports/IF12595?source=search</u> ² Government of Canada, "Canada - United States Relations."

³ Congressional Research Service, "U.S. - Canada Trade Relations." <u>https://crs.gov/Reports/IF12595?source=search</u>

minerals such as aluminum, steel, copper, and cobalt which is deeply integrated into our overall supply chain to support our domestic and defense industries.

We agree that addressing and removing illicit exports of fentanyl should be a priority, but there are other solutions than an across-the-board tariff on all Canadian products. According to data from the U.S. Customs and Border Protection, less than 1 percent of fentanyl was seized at the northern border in fiscal year 2024.⁴ Given the data, there is a real possibility to work together with Canada to quash fentanyl trafficking in the north. Implementing tariffs instead of finding solutions to strengthen our northern border will only harm working-class Americans and not stop the flow of fentanyl into our country. According to the Congressional Research Service, the cost of gasoline, diesel fuel, and other petroleum products could be affected by these tariffs across the country, especially in areas most reliant on Canadian imports.⁵ These tariffs will have a detrimental effect on all sectors of our economy, from small businesses to farmers to the auto industry. Our economy depends on cross-border business and trade, and this tax will be passed along to consumers.

As you know, the USMCA is up for joint review in 2026, which includes Canada's compliance with USMCA commitments. This is an opportunity to engage with Canada directly on disputes and deepen cooperation in key supply chains that will put America's consumers and businesses first. Additionally, we urge you to work with Canada to address concerns regarding fentanyl, immigration, and drug trafficking. The simple fact is that our northern border does not experience nearly as much fentanyl trafficking as our southern border.⁶ Canada has publicly communicated a willingness to work with the administration and proposed measures to enhance border surveillance, including establishing and funding an aerial intelligence task force and a joint strike force.

At a time when Americans are struggling to pay bills and put food on the table, the last thing they need is higher prices. We urge you to rescind these tariffs against Canada and redirect your efforts to work with our northern border ally to develop a trade deal that benefits all Americans and keeps our northern border safe

Sincerely,

Sincerely,

Timothy M. Kennedy

Member of Congress

⁴ U.S. Customs and Border Protection, "Drug Seizure Statistics." <u>https://www.cbp.gov/newsroom/stats/drug-seizure-statistics</u>

⁵ Congressional Research Service, "U.S. Petroleum Trade: Crude Oil Imports from Canada and Mexico and Potential Tariffs." https://crs.gov/Reports/IN12488?Source=ofnote

⁶ U.S. Customs and Border Protection, "Drug Seizure Statistics." <u>https://www.cbp.gov/newsroom/stats/drug-seizure-statistics</u>

Page 3

Johnny Oszewski, Jr.

Member of Congress

arch Elepheth

Sarah Elfreth Congress

Shi 2 ine 0

Shri Thanedar Member of Congress

Vicente Gonzalez Member of Congress

Nikema Williams Member of Congress

m

Sylvester Turner Member of Congress

George Latimer Member of Congress

Value Pour ber

Valerie P. Foushee Member of Congress

ick Laner

Rick Larsen Member of Congress

Jonathan L. Jackson Member of Congress

Becca Balint Member of Congress

Adriano Espaillat Member of Congress

LaMonica McIver Member of Congress

Jim Costa Member of Congress

10.Cll

Salud Carbajal Member of Congress

Emanuel Cleaver, II Member of Congress

Member of Congress

John W. Mannion Member of Congress

Nydia M. Velázquez Member of Congress

Seth Moulton Member of Congress

ma /itas

Dina Titus Member of Congress

Betty McCollum Member of Congress

J. Luis Correa Member of Congress

Marc A. Veasey Member of Congress

Pauls.tonlo

Paul D. Tonko Member of Congress

enner &. Meclice

Jennifer L. McClellan Member of Congress

llin

Kevin Mullin Member of Congress

Mon

Kelly Modison Member of Congress

Page 5

Dan Goldman Member of Congress

Kasheda Glaik

Rashida Tlaib Member of Congress

Tro

Lori Trahan Member of Congress

ic Flefoher

Lizzie Fletcher Member of Congress

April McClain Delaney

April McClain Delaney Member of Congress

Sara Jacobs Member of Congress

Herbert C. Conaway, J Member of Congress

Grace Meng Member of Congress

tan

Greg Stanton Member of Congress

Robert Garcia Member of Congress

Deblie Wasserman Schultz

Debbie Wasserman Schultz Member of Congress

Bill Faster

Bill Foster Member of Congress

Eric Sorensen Member of Congress

Thette i. Clarke

Vette D. Clarke Member of Congress

Bornie Workon Colema

Bonnie Watson Coleman Member of Congress

Henry C. "Hank Johnson, Jr. Member of Congress

nitton

Brittany Pettersen Member of Congress

Greg Landsman Member of Congress

Ritchie Ion

Ritchie Torres Member of Congress

Jaseph D. morelle

Joseph D. Morelle Member of Congress

Terrold Hadler

Ferrold Nadler Member of Congress

Sarah McBride Member of Congress

hKM

Deborah K. Ross Member of Congress

ie Goollomder

Maggie Goodlander Member of Congress

Troy A. Carter, Sr. Member of Congress

andall

Emily Randall Member of Congress

Gilbert Ray Cisneros, Jr

Gilbert Ray Cisneros, Jr, Member of Congress

Mike Quigley Member of Congress

Jimmy Gomez

Member of Congress

nores Selines

Andrea Salinas Member of Congress

Jasmine

Member of Congress

Sheila Cherfilus-McCormick Member of Congress

Mille Ler

Mike Levin Member of Congress

Hansburg

Melanie Stansbury Member of Congress

Dove

Sydney Kamlager Dov Member of Congress

Cc: The Honorable Jeremy Pelter, Acting Secretary of Commerce The Honorable Juan Millán, Acting United States Trade Representative The Honorable Marco Rubio, Secretary of State