

January 21, 2011

The President The White House Washington, DC 20500

Dear Mr. President:

The undersigned organizations, members of the Alliance to Keep U.S. Jobs (<u>www.keepusjobs.org</u>), applaud your recent proposal to bring the trucking dispute with Mexico to a mutually acceptable conclusion. The Alliance is a coalition of U.S. agriculture and industry interests for whom sales to Mexico contribute substantially to employment and the bottom line. Many of us are producers of goods that have been hit by Mexico's retaliatory tariffs. We have been waiting and hoping for this step for over 18 months, while seeing our sales to Mexico replaced by products from competitor countries. It is hard to calculate how many U.S. jobs have been lost during this time.

The "concept" paper developed by Secretary LaHood is an enormously important step toward a solution that will put an end to the retaliation against our products. We recognize that it is just a first step and that opponents of a solution that moves the United States toward compliance with its international obligations will work hard to halt your efforts. We urge you to proceed quickly to resolve this matter with Mexico not only because it will save jobs in our industries but also because it is in the national interest to do so.

U.S. Trade Representative Ron Kirk has frequently stated that enforcement of trade agreements is a key pillar of the Administration's trade agenda. He has said, and we certainly agree, that trade agreements are of little value and will not be supported by the public if they are not enforced. Our insistence that other nations abide by their trade agreement obligations is only credible if we practice what we preach. Resolving this dispute will demonstrate our determination to abide by the terms of trade agreements we sign. This message could not come at a better time as we begin to move forward with the approval of pending free trade agreements and as progress is being made in other trade negotiating venues.

Producers of both manufactured goods and agricultural products on the list have been caught in the cross-fire of a trade dispute in which they are innocent bystanders. The list is now 99 separate items, but, because Mexico has modified the list before and would be likely to do so again, nearly any producer in the U.S. might at some point be hit if the dispute is not resolved.

Producers of such products as pork, cheese, sweet corn, pistachios, apples, adhesives, gloves, floor coverings, containers, trench diggers and other products that were added to the

retaliation list in August have already felt the pain of the higher tariffs on their shipments to Mexico. Producers of goods that have been on the list since March 2009 have suffered even greater harm.

Mr. President, the signatories to this letter praised your State of the Union commitment last year to double U.S. exports in five years. We want this objective to be realized and will do all we can to help you achieve it. As you have rightly pointed out, increased exports create jobs. By the same token, lost exports cost jobs. We have learned the hard way that lost exports are very hard to recapture once new supply chains are established with third-country competitors.

We therefore commend you for your renewed effort to remove an unnecessary impediment to the free flow of our products to Mexico and pledge to work with your Administration help ensure that a solution is implemented without delay.

Sincerely,

American Apparel & Footwear Association American Association of Exporters & Importers American Chamber of Commerce of Mexico, A.C. American Chemistry Council American Cotton Shippers Association American Farm Bureau Federation American Feed Industry Association American Forest & Paper Association American Frozen Food Institute American Institute for International Steel American Meat Institute American Nursery & Landscape Association American Peanut Council American Peanut Product Manufacturers, Inc. American Potato Trade Alliance American Renderers Association American Seed Trade Association American Soybean Association American Trucking Associations Amway **Appleton Paper** Apricot Producers of California Archer Daniels Midland Company (ADM) Association of Equipment Manufacturers **Blue Diamond Growers Business Roundtable** California Agriculture Issues Forum

California Cherry Export Association California Dried Plum Board California Farm Bureau Federation California Fig Advisory Board California Grain & Feed Association California Grape and Tree Fruit League California League of Food Processors California Pear Advisory Board California Seed Association California Strawberry Commission California Table Grape Commission California Tomato Growers Association California Walnut Commission Campbell Soup Company Cange International, Inc. Cargill, Incorporated Caterpillar Chiquita Brands Commodity Markets Council ConAgra Foods, Inc. **Consumer Electronics Association** Continental Express Inc. Corn Refiners Association CropLife America Dallas Regional Chamber Dart Container Corporation DHL Express USA Distilled Spirits Council of the United States Emergency Committee for American Trade Fashion Accessories Shippers Association

Free Trade Alliance Frozen Potato Products Institute General Electric Company Georgia Fruit and Vegetable Growers Association Glatfelter Glanbia Foods Grocery Manufacturers Association Grower-Shipper Association of Central California Grower-Shipper Association of Santa Barbara and San Luis Obispo Counties Herbalife International of America, Inc. Hills & Company International Consultants Hormel Foods Corporation International Dairy Foods Association Jefferson Waterman International JVCasey & Associates LLC JR Simplot Company Kraft Foods Louis Dreyfus Commodities Magination Consulting International **Manatt Phillips** Mars Incorporated Mary Kay, Inc. NASDA National Association of Wheat Growers National Barley Grower's Association National Beef Packing Company National Cattlemen's Beef Association National Chicken Council National Christmas Tree Association National Confectioners Association National Council of Farmer Cooperatives National Electrical Manufacturers Association National Foreign Trade Council National Grain and Feed Association National Grange National Milk Producers Federation National Oilseed Processors Association National Pork Producers Council National Potato Council National Renderers Association National Sorghum Producers National Sunflower Association

National Turkey Federation National Watermelon Association Navistar International Corporation Nestle Purina PetCare Company Nestle USA Nisei Farmers League North American Equipment Dealers Association North American Export Grain Association North American Millers' Association Northwest Horticultural Council Ocean Spray Cranberries, Inc. Ohio Alliance for International Trade Oregon Association of Nurseries Pacific Egg & Poultry Association Panasonic Corporation of North America PepsiCo, Inc. Personal Care Products Council Pet Food Institute **Plastic Express** Procter & Gamble Produce Marketing Association **RR** Donnelley Retail Industry Leaders Association Schering-Plough Seaboard Foods, LLC Smithfield Foods Snack Food Association STR Sunsweet Growers, Inc. Sweetener Users Association TBM Carriers, Inc TechAmerica Texas Vegetable Association The Fertilizer Institute The Hershey Company The Latino Trade Coalition The Popcorn Institute Travel Goods Association Truss World, Inc. Tyson Foods U.S. Apple Association U.S. Canola Association U.S. Chamber of Commerce U.S. Dairy Export Council U.S. Grains Council

U.S. Hides, Skins, and Leather Association U.S. Meat Export Federation U.S.-Mexico Leadership Initiative U.S. Premium Beef U.S. Rice Producers Association U.S. Wheat Associates, Inc. Unilever United States, Inc. United Egg Association United Egg Producers United Fresh Produce Association United States - Mexico Chamber of Commerce United States Association of Importers of **Textiles and Apparel** United States Council for International **Business** United States Dry Bean Council USA Dry Pea & Lentil Council USA Poultry & Egg Export Council **USA Rice Federation** Ventura County Agricultural Association Viagen Wal-Mart Stores, Inc. Washington State Council for International Trade Western Growers Association Western Pistachio Association Western United Dairymen Wine Institute Yum Brands