CANADA OUNITED STATES

U.S. tariffs on Canada: Bad for America

Job losses, higher costs, & market decline

The United States and Canada share the largest bilateral trading relationship in the world, exchanging nearly \$1 trillion in goods and services annually and supporting nearly 8 million U.S. jobs. Canada is the largest buyer of U.S. goods – buying more than China, Japan, France, and the UK combined. U.S. tariffs on Canada are unfair and unjustified. And who gets stuck paying the price? Hardworking Americans and their families.



Integrated food supply chains disrupted

- ✓ Canada is a top supplier of grains, meat, and potash-a key ingredient in fertilizer for U.S. farms.
- Tariffs will raise input costs for U.S. farmers, ranchers and processors, disrupt supply chains, and force reliance on China, Russia, and Belarus for critical inputs.
- The result? Higher food prices for families and economic hardship for rural communities across the U.S.



Home construction costs will soar

- ✓ Canada supplies 80% of U.S. softwood lumber imports, keeping home construction affordable.
- New tariffs could add over \$20,000 to the price of a new home.
- Higher construction costs will impact renovations, commercial projects, and home affordability across America.



The U.S. auto industry at risk

- ✓ The Canada-U.S. auto sector is deeply integrated, with parts crossing the border multiple times during production.
- Tariffs on Canadian steel, aluminum, and components will raise production costs, increase vehicle prices, and threaten American jobs.
- Tariffs could increase the cost of a car by as much as \$12,000. Substantial shortage of parts due to tariff costs could bring assembly lines to a shutdown.



Energy: Higher gas & heating costs

- ✓ Canada supplies over 50% of U.S. crude oil, ensuring affordable fuel and energy security.
- Tariffs on Canadian oil will raise refinery costs, increasing gasoline, home heating, and diesel prices-hurting American families, businesses, and transportation.

U.S. imports from Canada will cost more due to tariffs, including:

| Crude petroleum | \$98.5 billion |
|-----------------------------|----------------|
| Automobiles | |
| Plastics & plastic articles | \$14.0 billion |
| Fuel oil | |
| Motor vehicle parts | |

Canada's Response Measures will Further Impact Americans

In response to the unfair and unjustified U.S. tariffs, Canada is forced to impose counter-tariffs. These tariffs will negatively affect hardworking Americans.

- **Higher costs, fewer sales** Canadian consumers will turn to local and global alternatives, reducing demand for U.S. exports.
- Farmers & ranchers lose billions Canada is the top buyer of U.S. agriculture (dairy, beef, poultry, grains).
 Higher prices will push Canadian grocers to buy from Europe & Australia, cutting American farm income.
- Manufacturing & machinery at risk Tariffs will make European & Asian equipment cheaper, slowing demand for U.S. industrial goods.
- The U.S. risks losing global market share Canada will strengthen ties with Europe & Asia, leaving American businesses out. Once suppliers are replaced, it is difficult to regain market share. Cross-border trade disruptions could cost billions.
- A lose-lose trade war Tariffs raise prices for U.S. consumers, raise costs for farmers and manufacturers, and put hardworking Americans out of a job. Tariffs on allies are bad for U.S. businesses, workers and consumers.



Top U.S. exports to Canada that will now cost more due to tariffs:

| Dairy | \$3.6 billion |
|--------------------------------------|---------------|
| Cosmetics and body care | \$3.4 billion |
| Appliances and other household items | \$3.2 billion |
| Pulp and paper | \$2.4 billion |
| Furniture | \$2.3 billion |
| Precious metals and gems | \$2.2 billion |
| Apparel | \$2.0 billion |
| Tires | \$1.9 billion |
| Plastic products | \$1.7 billion |
| Pizza and quiche | \$1.3 billion |

Tariffs on allies hurt U.S. businesses, workers and consumers.

