## Congress of the United States

## House of Representatives

Washington, DC 20515

May 2, 2017

The Honorable Donald J. Trump President of the United States The White House 1600 Pennsylvania Avenue, NW Washington, D.C. 20500

Dear Mr. President,

We write on behalf of American sugarbeet and sugarcane farmers and workers in response to Mexico's unfair trade practices regarding sugar. We urge you to continue your strong efforts to utilize the United States' antidumping and countervailing laws in response to the serious injury Mexico caused to U.S. sugar producers.

The U.S. sugar industry generates 142,000 good-paying American jobs in 22 states. Though our sugar producers are among the most efficient in the world, these American jobs were threatened, and some lost, by Mexican subsidization and dumping on the U.S. sugar market. The industry lost \$2 billion in 2013 and 2014, at the height of Mexican dumping. As a result, in 2014, the entire industry turned to U.S. antidumping and countervailing duty laws to stop dumped and subsidized Mexican sugar from further injuring American producers.

The U.S. International Trade Commission voted unanimously that the American sugar industry was being injured by dumped and subsidized Mexican sugar. The U.S. Department of Commerce found the Mexican dumping and subsidization was so severe that a combined tariff of more than 80 percent would be needed to offset Mexico's unfair trade practices.

In good faith, the American sugar industry supported the Department of Commerce's effort to negotiate agreements that suspended application of these antidumping and countervailing duties in return for promises from the Mexican government and Mexican sugar industry that they would stop injuring the American sugar industry. These Suspension Agreements went into effect in December of 2014.

After two years of operation, however, the Suspension Agreements have not stopped the injury caused by dumped and subsidized Mexican sugar. To the contrary: 1) the American sugar industry has lost an additional \$2 billion dollars in revenues since the agreements went into effect, and sugar production in Hawaii has been completely shut down; 2) U.S. refined sugar prices collapsed because of continued dumping by Mexico; and 3), despite Mexican promises under the Suspension Agreements, American cane sugar refiners have not been able to source adequate supplies of raw sugar from Mexico. The U.S. Department of Commerce's efforts to renegotiate the Suspension Agreements in 2016 failed, because the Government of Mexico would not agree to the terms needed to stop Mexican dumped and subsidized sugar from continuing to injure the American sugar industry.

We greatly appreciate that Secretary of Commerce Wilbur Ross has moved quickly to re-engage the Mexican government and to solve this problem under the antidumping and countervailing duty laws. We urge your continued support of Secretary Ross' efforts on behalf of the American sugar industry and of strong enforcement of our unfair trade laws.

Sincerely,

Mike Simpson

Co-Chair House Sugar Caucus

Filemon Vela

Member of Congress

Kevin Cramer

Member of Congress

Neal Dunn

Member of Congress

Alcee L. Hastings

Thomas J. Rooney

Member of Congress

Co-Chair House Sugar Caucus

Ted Poe

Member of Congress

Collin C. Peterson

Member of Congress

Raúl R. Labrador

Member of Congress

and R. Labradon

Peter Welch

Member of Congress

Ted S. Yoho, DV Member of Congress

Lois Frankel Member of Congress

Mike Thompson Member of Congress

Dennis Ross Member of Congress

Ralph Abraham, MD Member of Congress

Cedric Richmond Member of Congress

ohn Moolenaar Member of Congress

ason Lewis Member of Congress

ElioVL. En

Member of Congress

Member of Congress



Member of Congress

Mario Diaz-Balart Member of Congress

Richard M. Nolan Member of Congress

Cheney

Member of Congress

ohn H. Rutherford Member of Congress

Garret Graves

Member of Congress

Vicente Gonzalez Member of Congress Gus M. Bilirakis

Member of Congress

Paul Mitchell Member of Congress Doris Matsui

Member of Congress

Doris Mats

Daniel T. Kildee

Member of Congress

Member of Congress



Adrian Smith Member of Congress

Tom Emmer Member of Congress

Darren Soto Member of Congress

Greg Walden Member of Congress

cc: Secretary of Commerce Wilbur Ross Secretary of Agriculture Sonny Perdue Debbie Dingell Member of Congress