

# **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	
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.

