

February 7, 2022

The Honorable Katherine Tai
Ambassador
Office of the United States Trade Representative
600 17th Street NW
Washington, DC 20508

Dear Ambassador Tai,

We write to express our strong support for establishing a comprehensive exclusion process for U.S. manufacturers, producers, and importers to request relief from tariffs placed on products from China pursuant to Section 301 of the Trade Act of 1974. We appreciate your October announcement of a modified exclusion process. However, we are concerned that the narrow nature of this exclusion process may prevent struggling business and manufacturers from receiving relief that they desperately need, given the continuation of the COVID-19 pandemic. In fact, only one percent of imports under the original exclusion process are eligible for consideration.

We believe that a comprehensive exclusion process that gives an opportunity for businesses affected by the tariffs to apply for limited, yet renewable, relief is a valuable component of our strategy to counter China's unfair trade practices. In addition to easing the tariffs' negative impacts on U.S. businesses, it would also give those businesses additional time and resources to move supply chains out of China and return manufacturing to the United States. We believe that restarting a full exclusion process can allow the United States to continue to maintain pressure on China, while providing relief to the economic pain facing businesses and workers across the country. We have all heard from constituents about the impacts of the tariffs and importance of having a chance to apply for a tariff exclusion.

Unfortunately, the current narrow exclusion process denies many a fair shake, and instead picks winners and losers among businesses. Similarly, after exclusions are granted under the current process, importers of those granted exclusions are only eligible for a tariff refund dating back to October 12, 2021, despite their prior exclusions expiring at the start of 2021. In other words, the current refund policy imposes an unnecessary cash crunch on businesses and forces them to pay tariffs for about ten months without reason. For exclusions granted under the current round, we urge you to expand the retroactivity of relief back to the exclusion's expiration date.

However, retroactivity for those granted exclusions alone will not address the narrowness of the current process. Therefore, we urge you to adopt a full exclusion process that would offer the opportunity for relief to any importer of a tariff line subject to these duties. For exclusions granted under this process, we believe relief must be meaningfully retroactive. And overall, the exclusion process should prioritize transparency, speed, consistency, and fairness. As part of restarting the exclusion process, and to ease the administrative burden of doing so, we suggest presumptively excluding any product for which imports from China represent nearly all imports to the United States. Even years after the Section 301 tariffs were imposed, the exceptional reliance on China for those specific imports suggests that moving these supply chains out of

China is uniquely unlikely, and that our efforts to diversify production locales and reshore manufacturing would be better spent on other products.

Thank you for the consideration of our request. We share your desire to combat China's unfair trade practices, and we remain committed to providing you with the necessary resources to continue to be effective in that goal, including in the administration of an exclusion process.

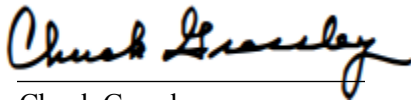
Sincerely,



Rob Portman
U.S. Senator



Thomas R. Carper
U.S. Senator



Chuck Grassley
U.S. Senator



Bill Cassidy, M.D.
U.S. Senator



John Boozman
U.S. Senator



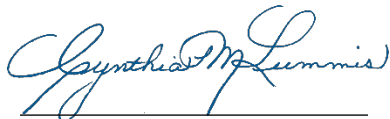
Roger F. Wicker
U.S. Senator



John Hoeven
U.S. Senator



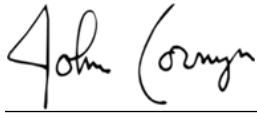
Susan M. Collins
U.S. Senator



Cynthia M. Lummis
U.S. Senator



Thom Tillis
U.S. Senator



John Cornyn
U.S. Senator



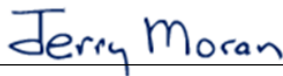
Michael F. Bennet
U.S. Senator



Lindsey Graham
U.S. Senator



Deb Fischer
U.S. Senator



Jerry Moran
U.S. Senator



Roger Marshall, M.D.
U.S. Senator



John Barrasso
U.S. Senator



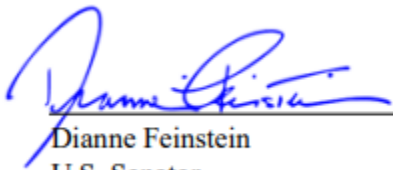
Jim Risch
U.S. Senator



Marsha Blackburn
U.S. Senator



Tim Kaine
U.S. Senator



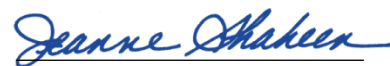
Dianne Feinstein
U.S. Senator



Todd Young
U.S. Senator



Christopher A. Coons
U.S. Senator



Jeanne Shaheen
U.S. Senator



Joe Manchin III
U.S. Senator



Roy Blunt
U.S. Senator



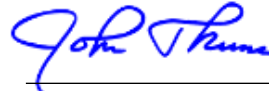
Raphael Warnock
U.S. Senator



Chris Van Hollen
U.S. Senator



Mark R. Warner
U.S. Senator



John Thune
U.S. Senator



Kyrsten Sinema
U.S. Senator



John Hickenlooper
U.S. Senator



Ted Cruz
U.S. Senator



Tim Scott
U.S. Senator



Amy Klobuchar
U.S. Senator



Patty Murray
U.S. Senator



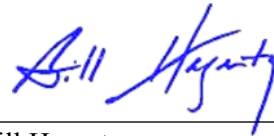
Richard Burr
U.S. Senator



Tina Smith
U.S. Senator



Mark Kelly
U.S. Senator



Bill Hagerty
U.S. Senator



Shelley Moore Capito
U.S. Senator