Iowa Would be Harmed by Withdrawing from NAFTA

By raising the costs of Iowa exports and imports, a U.S. withdrawal from NAFTA would make Iowa businesses and farmers less competitive, resulting in losses of jobs and production in the state and exports from the state to Canada and Mexico.

Jobs Are Lost

-19,300

Estimated number of Iowa jobs lost if NAFTA is terminated

Exports Drop

-28%

Estimated decline in Iowa exports to Canada and Mexico if NAFTA is terminated

Output Declines

-$1.2 billion

Estimated decline in Iowa production if NAFTA is terminated

Vulnerable Iowa Export Sectors

Estimated declines in select exports to Canada and Mexico if NAFTA is terminated ($ Millions)

<table>
<thead>
<tr>
<th>Sector</th>
<th>Decline ( Millions)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grain &amp; Oilseed Milling Products</td>
<td>$446</td>
</tr>
<tr>
<td>Oilseeds &amp; Grains</td>
<td>$302</td>
</tr>
<tr>
<td>Meat Products</td>
<td>$200</td>
</tr>
<tr>
<td>Ag &amp; Construction Machinery</td>
<td>-$88</td>
</tr>
<tr>
<td>Beverages</td>
<td>-$70</td>
</tr>
<tr>
<td>Misc. Foods</td>
<td>-$40</td>
</tr>
</tbody>
</table>

$1.6 billion decline in Iowa exports to NAFTA partners:

- $694 million in Iowa exports to Canada
- $918 million in Iowa exports to Mexico

Vulnerable Iowa Export Products

Estimated declines in select exports to Canada and Mexico if NAFTA is terminated

- $95 million
  High-fructose corn syrup
  • Export Market: Mexico
  • Export Value: $148 million
  • Higher Tariff Rate: 100%

- $91 million
  Soybeans
  • Export Market: Mexico
  • Export Value: $187 million
  • Higher Tariff Rate: Up to 15%

- $25 million
  Herbicides
  • Export Market: Canada
  • Export Value: $254 million
  • Higher Tariff Rate: Up to 7%

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