North Dakota Would Be Harmed by Withdrawing from NAFTA

By raising the costs of North Dakota exports and imports, a U.S. withdrawal from NAFTA would make North Dakota 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

-5,370

Estimated number of North Dakota jobs lost if NAFTA is terminated

Exports Drop

-16%

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

Output Declines

-$332 million

Estimated decline in North Dakota production if NAFTA is terminated

Vulnerable North Dakota Export Sectors

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

<table>
<thead>
<tr>
<th>Sector</th>
<th>Estimated Decline</th>
</tr>
</thead>
<tbody>
<tr>
<td>Oilseeds &amp; Grains</td>
<td>-$174</td>
</tr>
<tr>
<td>Oil &amp; Gas</td>
<td>-$126</td>
</tr>
<tr>
<td>Grain &amp; Oilseed Milling Products</td>
<td>-$114</td>
</tr>
<tr>
<td>Ag &amp; Construction Machinery</td>
<td>-$37</td>
</tr>
<tr>
<td>Beverages</td>
<td>-$30</td>
</tr>
<tr>
<td>Basic Chemicals</td>
<td>-$24</td>
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</tbody>
</table>

$605 million decline in North Dakota exports to NAFTA partners:

- $383 million in North Dakota exports to Canada
- $223 million in North Dakota exports to Mexico

Vulnerable North Dakota Export Products

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

- $48 million
  Wheat and meslin
  • Export Market: Mexico
  • Export Value: $98 million
  • Higher Tariff Rate: Up to 15%

- $28 million
  Light oils
  • Export Market: Canada
  • Export Value: $230 million
  • Higher Tariff Rate: Up to 5%

- $20 million
  Malt, not roasted
  • Export Market: Mexico
  • Export Value: $32 million
  • Higher Tariff Rate: 15%

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