HOUSE RESOLUTION NO.81

Reps. Farrington, LaFave, Maddock, Alexander, Hall, Crawford, Rendon, Afendoulis, Bellino, Brann, Cole, Eisen, Filler, Green, Griffin, Hauck, Hoitenga, Hornberger, Huizenga, Iden, Kahle, Leutheuser, Lightner, Markkanen, Meerman, Miller, O'Malley, Paquette, Reilly, Sheppard, Slagh, Vaupel, Wakeman, Wendzel, Wentworth, Whiteford, Wozniak and Yaroch offered the following resolution:

A resolution to urge the Congress of the United States to speedily approve the recently negotiated United States-Mexico-Canada Agreement.

Whereas, The North American Free Trade Agreement (NAFTA) is a close tri-lateral relationship between the United States, Canada, and Mexico. For more than 25 years, NAFTA has been economically, culturally and strategically important for all parties; and Whereas, NATFA is significant for the American economy. Trade





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- 1 with Canada and Mexico supports nearly 12 million American jobs,
- 2 and nearly 5 million of those jobs are supported by increased NAFTA
- 3 trade. Since the agreement began in 1994, trade with Canada and
- 4 Mexico has nearly quadrupled to \$1.3 trillion, and the two
- 5 countries buy more than one-third of U.S. merchandise exports. U.S.
- 6 service exports to Canada and Mexico have also tripled, rising from
- 7 \$27.5 billion in 1993 to \$91.3 billion in 2017, thanks to the trade
- 8 agreement's new market access and clearer rules; and
- 9 Whereas, Trade with Canada and Mexico is significant to U.S.
- 10 states. For 43 states, our contiguous international neighbors
- 11 represent the first or second largest export market, and all but
- 12 one state counts Canada or Mexico as a top three trading partner.
- 13 Canada is Michigan's largest export market, and Mexico is
- 14 Michigan's third largest export market. NAFTA has also contributed
- 15 to a 300 percent increase in Michigan's agricultural exports to
- 16 Canada and Mexico; and
- 17 Whereas, Small and medium-sized enterprises in the United
- 18 States rely on trade with Canada and Mexico to support and grow
- 19 their business. Canada and Mexico are the top two export
- 20 destinations for U.S. small and medium-sized enterprises, more than
- 21 125,000 of which sold their goods and services in Canada and Mexico
- 22 in 2014; and
- 23 Whereas, Trade among our North American trading partners is
- 24 made up predominantly of intellectual property (IP) intensive goods
- 25 and services that employ millions of Americans in high paying jobs
- 26 and generate billions of dollars in economic output. However, many
- 27 of the IP-intensive goods, services, and exchanges through which
- 28 trade is facilitated did not exist when the agreement was drafted.
- 29 This situation has resulted in uneven and weak IP enforcement.



Stronger enforcement of IP rights will encourage more foreign 1 2 direct investment and increase gross domestic product; and Whereas, The United States-Mexico-Canada Agreement (USMCA) 3 creates a 21st century trade agreement for North America. The 4 5 renegotiated USMCA has provisions favorable to U.S. autoworkers 6 that would help level the playing field between U.S. and Mexican 7 autoworkers. The updated agreement is also more beneficial to the 8 agricultural sector than NAFTA and will offer a higher degree of 9 certainty and stability to Michigan farmers. The new IP provisions 10 are the most comprehensive of any multilateral U.S. trade agreement 11 and are vastly superior to those included in NAFTA; and 12 Whereas, A seamless transition between NAFTA and the USMCA 13 will ensure that none of the benefits in trade accomplished by the 14 integration of the three North American economies will be lost; 15 now, therefore, be it 16 Resolved by the House of Representatives, That we urge the 17 Congress of the United States to speedily approve the recently 18 negotiated United States-Mexico-Canada Agreement; and be it further 19 Resolved, That copies of this resolution be transmitted to the 20 President of the United States Senate, the Speaker of the United 21 States House of Representatives, and the members of the Michigan 22 congressional delegation.

