

The U.S.-Mexico-Canada Agreement USMCA

(NAFTA 2.0)

Progressive • Inclusive • Restores Predictability & Cross-Border Relationships



Customs & Trade Facilitation

- Improves efficiencies
- Codifies recent enhancements such as Unified Cargo Processing, singlewindow, electronic submissions
- Creates a private sector advisory council to provide input & recommendations for future improvements
- Facilitates new trade sectors such as e-commerce



Labor

- Creates new, highly enforceable labor and production standards
- 40-45% of automobile parts must be produced by workers earning \$16+/hour
- Mexico recently passed legislation which recognizes the rights of workers to unionize



Environment

- Includes provisions concerning marine litter, pollution, forestry, overfishing
- \$300 million investment to directly address trans-boundary sewage



Small Business & Entrepreneurs

- Establishes resources to help SME's become exporters Includes language promoting women-owned, indigenous peoples, youth and minorityowned SMEs
- Improves SME access to capital, credit and participation in government contracting opportunities
- · Retains the TN Visa



Since NAFTA, trade between the North America partners has flourished



296.9%

Increase in trade within North America since NAFTA

280.8%

Increase in U.S. exports to Canada & Mexico since NAFTA

Resulting in:



- \$3.6B in trade daily between U.S., Canada & Mexico
- San Diego & Baja California have leveraged NAFTA to create \$2.5B in manufacturing supply chain supporting co-production between them.
- \$10K in annual savings per U.S. household as a result of free trade or elimination of tarffs



- 14M U.S. jobs supported by trade with Canada & Mexico
- 1 in 5 jobs in California are supported by trade
- 110K jobs in San Diego directly supported by trade