May 20, 2019

The Honorable Donald J. Trump President of the United States The White House Washington, DC 20500

Dear Mr. President:

As leading American footwear companies, brands and retailers, with hundreds of thousands of employees across the U.S., we write to ask that you immediately remove footwear from the most recent Section 301 list published by the United States Trade Representative on May 13, 2019. The proposed additional tariff of 25 percent on footwear would be catastrophic for our consumers, our companies, and the American economy as a whole.

There should be no misunderstanding that U.S. consumers pay for tariffs on products that are imported. As an industry that faces a \$3 billion duty bill every year, we can assure you that any increase in the cost of importing shoes has a direct impact on the American footwear consumer. It is an unavoidable fact that as prices go up at the border due to transportation costs, labor rate increases, or additional duties, the consumer pays more for the product.

This significant tax increase, in the form of tariffs, would impact every type of shoe and every single segment of our society. In fact, our industry's trade association, the Footwear Distributors & Retailers of America (FDRA), ran the numbers and the results are staggering. FDRA estimates your proposed actions will add \$7 billion in additional costs for our customers, every single year. This dramatic increase would be on top of the billions Americans already pay as a result of the current tariff burden on footwear imports that was started in 1930.

High footwear tariff rates fall disproportionately on working class individuals and families. While U.S. tariffs on all consumer goods average just 1.9 percent, they average 11.3 percent for footwear and reach rates as high as 67.5 percent. Adding a 25 percent tax increase on top of these tariffs would mean some working American families could pay a nearly 100 percent duty on their shoes. This is unfathomable.

There have been suggestions that industries should quickly shift sourcing to countries other than China in the wake of these additional tariff threats. While our industry has been moving away from China for some time now, footwear is a very capital-intensive industry, with years of planning required to make sourcing decisions, and companies cannot simply move factories to adjust to these changes. Any action taken to increase duties on Chinese footwear will have an immediate and long-lasting effect on American individuals and families. It will also threaten the very economic viability of many companies in our industry.

On behalf of our hundreds of millions of footwear consumers and hundreds of thousands of employees, we ask that you immediately stop this action to increase their tax burden. Your proposal to add tariffs on all imports from China is asking the American consumer to foot the bill. It is time to bring this trade war to an end.

Sincerely,

Abeo ACI International adidas America, Inc. Alan's Shoes Aldo USA, Inc. Allen Edmonds Aravon Ariat International **ASICS** America b.o.c. Baggallini **BBC** International Betsey Johnson **BIGSTON**, INC. **Bionica Footwear** Black Diamond Group Blondo Blowfish Malibu BOGS Børn Handcrafted Footwear **Brooklyn Boot Company Brooks Sports Bullboxer Shoes** Bzees Caleres Calson Investment Camuto Group Carolina Footwear Cat Footwear **CELS** Enterprises, Inc Chaco Chinese Laundry CL By Laundry Clarks Cleary's Shoes and Boots Cobra PUMA Golf Columbia Sportswear Comfortiva Converse Corcoran Cove Shoe Company **Creative International** Crocs Inc. Dearfoams **Deckers Brands Deer Stags Designer Shoe Warehouse** Dexter Bowling Footwear Diba Far East, LLC Dirty Laundry

Dockers Footwear Dolce Vita Double H Boots Dr Martens AirWair USA LLC Dr. Scholls Dunham E.S. Originals, Inc Elan Polo International Famous Footwear Feiyue Footwear Fila Fireside Florsheim Shoe Company FN PLATFORM/Informa Markets Foot Locker Foot Petals Foot Savvy Foot Solutions of Columbia Foot Solutions of Peachtree City Footsmart Fortune Footwear FrancoSarto Genesco Georgie's **Global Brands Group** H.H. Brown Shoe Co. H.S. Trask Hanig's Footwear Harley-Davidson Footwear Hide & Sole, Inc. HOKA ONE ONE **Hush Puppies** HYTEST Impo International Indigo Plum Isolá Footwear J. Reneé JCPenney Johnston & Murphy Journeys Justin Boots **K-Swiss** Keds

Kork-Ease Korks Footwear L.A. Gear, Inc. L'Amour Des Pieds LaCrosse Footwear, Inc. Laundry List Leif J. Ostberg, Inc. Life Stride Little Burgandy Lucky Feet Shoes Mar-Lou Shoes, Inc. Market Street Shoes Matterhorn Merrell **MIA Shoes** Michelson's Shoes Mike's Shoes Naturalizer NIKE, Inc. Nunn Bush Nurse Mates Off Broaday Shoe Warehouse ONO **Palladium Boots** Paradox Footwear **Ped-Agree Shoes** PUMA **Rack Room Shoes** Rafters Rawlings Sporting Goods Co., Inc. Reebok Reed Footwear Reef **Renaissance Imports** Report **RG Barry Brands** Rockport Rocky Brands, Inc. Ryka Sam Edelman Sanuk Saucony Schuler Shoes

Schwartz & Benjamin SG Companies Shoe Carnival Shoe Fly Shoe Mill Shoe Station, Inc. Shoe Stop Skechers Snowden Brothers Söfft Shoe Company softspots Sole Endeavor LLC Sorel Sperry Stacy Adams Stan's Fit For Your Feet Steve Madden Stride Rite Strikeforce Bowling LLC **SUPRA Footwear** Synclaire Brands Teva The Bootery Ltd. The Walking Company Titan Industries Inc. **Tony Lama Boots Topline Footwear** Ugg Under Armour Via Spiga Vionic Walk-Over Footwear Weyco Group When the Shoe Fits Wolverine Worldwide Xero Shoes 42 Gold

CC: The Honorable Robert Lighthizer, United States Trade Representative The Honorable Steven Mnuchin, Secretary of the Treasury The Honorable Wilbur Ross, Secretary of Commerce The Honorable Larry Kudlow, Director, National Economic Council