

April 2, 2025

The Honourable François-Philippe Champagne, P.C. M.P Minister of Finance
Department of Finance Canada
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#### **RE: U.S. Tariff Consultations**

Dear Minister Champagne,

Electro-Federation Canada (EFC), representing Canada's electrical and automation industry, strongly opposes the tariffs proposed by President Trump on Canadian imports. As you well know, these tariffs threaten to disrupt North American supply chains, increase costs for businesses and consumers, and put thousands of jobs at risk.

EFC's more than 230 member companies manufacture, distribute, market, sell, and maintain a wide range of electrical and automation products. These products represent the supply chain of critical parts, components, and equipment used to power industries across North America, from energy and manufacturing to transportation and construction. EFC members contribute over \$15.1 billion to the Canadian economy annually and support over 109,000 jobs across the country.

### Free Trade to support Energy and Economic Security

EFC urgently requests Canada fight for free trade for the electrical and automation industry by seeking an exemption for electrical products under the U.S. Administration's proposed 25 percent tariff on Canadian imports. As Canada continues to negotiate with the Americans, it will be important to emphasize that seeking an exemption for electrical products is paramount to both countries' energy and economic interests.

The integrated Canadian and U.S. electrical and automation industries support the goals of collective energy independence, secure energy supply chains, and a resilient electrical grid. U.S. tariffs on Canadian electrical products would stall energy developments, delay essential infrastructure projects, and hinder the ability of both countries to meet the demands of their growing populations. It would also diminish the U.S. and Canada's capacity to respond to global energy challenges, leaving us more vulnerable to supply chain disruptions and geopolitical implications thereby compromising our energy security.

<sup>&</sup>lt;sup>1</sup> Products examples include distribution equipment, transformers, switchgears, electric vehicle chargers, lighting, motors & generators, cables & wires, wiring supplies, industrial controls, enclosures, and automation/optimization software.



From an economic perspective, the United States is the Canadian electrical and automation industry's largest customer. Due to incompatible voltage and electrical systems, diversifying to other markets is not a viable alternative for our industry. Maintaining barrier free trade is an utmost priority to support Canadian exports and maintain Canadian Jobs. As of today, Canada exports approximately \$17.88 billion of electrical and automation products to the U.S., representing approximately 84 percent of all exported electrical products. In turn, Canada imports \$16.23 billion of electrical and automation products from the U.S., representing approximately 40 percent of imported electrical products.

#### **Fair Trade to protect Canadian Businesses**

However, if Canada is unable to secure an exemption for electrical products, EFC strongly believes Canada should take a fair-trade approach to protect Canadian businesses and jobs by applying retaliatory tariffs to all U.S. electrical products unless no alternate supplies are available in Canada. Matching tariffs product by product will level the playing field for companies manufacturing and operating in Canada.

Upon review of <u>Canada's Notice of Intent to Impose Countermeasures in Response to United States Tariffs on Canadian Goods</u>, EFC has included a list of HS codes to be added to the list of goods in Table 1 as there is available supply of these products in Canada and tariffs will help protect Canadian businesses and jobs. This list is available in Appendix 1.

### **Exemptions required due to supply chain constraints**

EFC has also included a list of HS codes that should be exempted from Canada's suite of retaliatory tariffs. These items are essential components within the electrical and automation supply chain, and there are currently no viable alternative supplies of these products within Canada or through other trading partners that can meet the necessary specifications, quality standards, and volume requirements. Without access to these critical products, Canadian electrical and automation manufacturers will face significant production delays, increased costs, and potential shutdowns, severely undermining their ability to remain competitive in North American and global markets. Imposing 25 percent tariffs on these essential items will disrupt operations across multiple industries, resulting in economic harm that extends beyond the electrical and automation sector. This list is available in Appendix 2.

## **Working Together**

As negotiations between Canada and America continue, our organization calls on both governments to uphold the free-trade policies agreed to as part of the CUSMA and to find a resolution that supports continued economic growth and cooperation. We are working closely with our partner organizations in the U.S. and Mexico to communicate the same message of cooperation and free trade to their respective governments.



EFC is grateful for the opportunity to provide input to the government on the proposed list of tariffed imported goods. We appreciate the tremendous effort the Canadian government has taken and continues to take to protect the interests of our nation. EFC is a supportive partner and will stand by the government in the face of unjust threats to our security and economic prosperity.

Most Sincerely,

Carol McGlogan

President & CEO, Electro-Federation Canada

## Copy to:

Right Hon. Mark Carney, P.C., M.P. - Prime Minister of Canada

Hon. Jonathan Wilkinson, P.C. M.P. - Minister of Natural Resources

Hon. Dominic LeBlanc, P.C. M.P. – Minister of International Trade and Intergovernmental Affairs

MP Taleeb Noormohamed, Parliamentary Secretary to the Minister of Finance and

Intergovernmental Affairs (Canada-U.S.)

MP Francesco Sorbara, Parliamentary Secretary to the Minister of Finance and Intergovernmental Affairs

MP Ryan Turnbull, Parliamentary Secretary to the Minister of Finance and Intergovernmental Affairs and Parliamentary Secretary to the Minister of Innovation, Science, and Industry Marco Mendocino, Chief of Staff to the Prime Minister of Canada



# **APPENDIX**

# List of Electrical Products to Include in Retaliatory Tariffs

HS6	HS Description
391721	Tubes, pipes and hoses, rigid, of polyethylene
391722	Tubes, pipes and hoses, rigid, of polypropylene
391723	Tubes, pipes and hoses, rigid, of polyvinyl chloride
391729	Tubes, pipes and hoses, rigid, of plastics, nes
391731	Tubes, pipes & hoses, flexible, plastic, minimum burst pressure of 27.6 MPa
391732	Tubes, pipes and hoses, nes, plastic, not reinforced, etc, without fittings
391733	Tubes,pipes & hoses,of plastic,not reinforced/combi w o materials,w fittings,nes
391739	Tubes, pipes and hoses, nes, plastic
391740	Fittings, of plastic, for tubes, pipes and hoses
731010	Tanks, casks, drums, cans, boxes & sim contr, i or s, capacity>=50l but <300l
732211	Radiators and parts thereof, cast iron
732219	Radiators and parts thereof, iron or steel, other than cast iron
732611	Grinding balls & sim articles for mills, of iron/steel, forged or stamped, nfw
732619	Articles of iron or steel, forged or stamped, but not further worked
732620	Articles of iron or steel wire, nes
732690	Articles, iron or steel, nes
740811	Wire of refined copper of which the max cross sectional dimension exceeds 6mm
740819	Wire, of refined copper of which max cross-sectional dimension is 6mm or less
741300	Stranded wire, cable, plaited bands and the like, of copper not elec insulated
760110	Aluminium unwrought, not alloyed
760120	Aluminium unwrought, alloyed
760511	Wire, aluminum, not alloyed, with a maximum cross-sectional dimension > 7mm
760519	Wire, aluminum, not alloyed, with maximum cross-sectional dimension of 7mm or less
760521	Wire, of aluminum alloys, of which the maxium cross-sectional dimension > 7 mm
760529	Wire, aluminium alloy, with a maximum cross sectional dimension of 7mm or less
761410	Stranded wire, cables, plaited bands, etc, alum, steel core, not elect insul
761490	Stranded wire, cables, plaited bands & the like or alum, not elect insul, nes
761610	Nails, tacks, staples, bolts, nuts & sim art, aluminium, o/t staples of No 83.05
761691	Cloth, grill, netting and fencing, of aluminum wire
761699	Articles of aluminium, nes, for example castings, forgings, etc
847990	Parts, of machines & mechanical appliances, nes, having individual functions
850410	Ballasts for discharge lamps or tubes
850421	Liquid dielectric transformers, having a power handling capacity <=650 kVA



050400	List dislanting transf having a newer handling can SCEO IA/A but < 10,000 IA/A
850422	Liq dielectric transf, having a power handling cap >650 kVA but <= 10,000 kVA
850423	Liq dielectric transf, having a power handling capacity exceeding 10,000 kVA
850434	Transformers electric, having a power handling capacity exceeding 500 kVA, nes
850450	Inductors, electric
850490	Parts of electrical transformers, static converters and inductors
850520	Electro-magnetic couplings, clutches and brakes
850590	Electro-magnets, nes, and parts of No 85.05
850720	Lead-acid electric accumulators, nes
851310	Portable electric lamps, designed to function by their own source of energy
851390	Parts of portable elect lamps, designed to function by own source of energy
851621	Electric space heating apparatus, having storage heating radiators
851629	Electric space heating apparatus and electric soil heating apparatus, nes
851680	Electric heating resistors
853222	Electrical capacitors, fixed, aluminium electrolytic
853225	Electrical capacitors, fixed, dielectric of paper or plastics
853310	Electrical resistors, fixed carbon, composition or film type
853339	Wirewound variable resistors, including rheostat and potentiometers, nes
853340	Variable resistors, including rheostats and potentiometers, nes
853510	Electrical fuses, for a voltage exceeding 1,000 volts
853521	Automatic circuit breakers, for a voltage exceeding 1,000 volts but < 72.5 kV
853529	Automatic circuit breakers, for a voltage exceeding 1,000 volts, nes
853530	Isolating switches and make-and-break switches, voltage > 1,000 volts
853540	Lightning arresters, voltage limiters and surge suppressors, > 1,000 V
853590	Electrical apparatus for switching or protec elec circuits, > 1,000 volts, nes
853610	Electrical fuses, for a voltage not exceeding 1,000 volts
853630	Electrical app for protecting electric circuits, for a voltage <=1,000 V, nes
853641	Electrical relays for a voltage not exceeding 60 volts
853649	Electrical relays for a voltage > 60 V but not exceeding 1,000 volts
853650	Electrical switches for a voltage not exceeding 1,000 volts, nes
853661	Electrical lamp-holders, for a voltage not exceeding 1,000 volts
853690	Electrical app for switching or protec elec circuits, not exceed 1,000 V, nes
853720	Boards, panels, including numerical control panels, for a voltage > 1,000 V
853810	Boards, panels, etc, for goods of No 85.37, not equipped with their app
853890	Parts for use with the apparatus of Nos 85.35, 85.36 or 85.37, nes
853921	Filament lamps, electrical, tungsten halogen, o/t ultra-violet/infra-red lamps
853922	Filament lamps, elec, power <= 200W, vltge > 100V, o/t ultra-violet/infra-red lamps



853929	Filament lamps, electrical, o/t ultraviolet or infra-red lamps, nes
853931	Fluorescent lamps, electrical, hot cathode, o/t ultra-violet lamps
853932	Mercury/sodium vapour lamps & metal halide lamps, elec, o/t ultra-violet lamps
853939	Discharge lamps, other than ultra-violet lamps, nes
853941	Arc-lamps
853949	Ultra-violet or infra-red lamps
854370	Electrical machines and apparatus, having individual functions, nes
854390	Parts of electrical machines & apparatus having individual functions, nes
854420	Co-axial cable and other co-axial electric conductors
854449	Electric conductors, for a voltage not exceeding 80 V, nes
854460	Electric conductors, insulated, for a voltage exceeding 1,000 V, nes
854470	Optical fibre cables, made up of individually sheathed fibres
854520	Brushes, of carbon or graphite, of a kind used for electrical purposes
903210	Thermostats
940511	Lum & ltng fttgs,chandeliers,o elec ceiling/wall, dsnd f use solely w LED lt src
940519	Luminaires & ltng fttgs, chandeliers & o elec ceiling/wall, o/t LED light source
940521	Lum, of elec table, desk, bedside/floor-standing, dsnd f use solely w LED lt sources
940529	Luminaires, of electric table, desk, bedside or floor-standing, o/t LED lt sources
940541	Luminaires & ltng fittings, elec, photovoltaic, dsnd f use solely w LED lt sources
940542	Luminaires & ltng fittings,elec, o/t photovoltaic,dsnd f use solely w LED lt src
940549	Luminaires and lighting fittings, of electric, nes
940550	Non-electrical luminaires and lighting fittings
940561	Illuminated signs,name-plates,permt fixed lt src, dsnd f use solely w LED lt src
940569	Illuminated signs,name-plates,permt fixed lt src, o/t dsnd f u sole w LED lt src
940591	Parts,of glass,of lamps,lighting fittings,illuminated signs/name-plates,like,nes
940592	Parts,of plastics,of lamps,lighting fit,illuminated signs/name-plates,like,nes
940599	Parts, of lamps & lighting fittings, illuminated signs/name-plates, the like, nes

# **Exemptions required due to supply chain constraints**

HS6	HS Description
390330	Acrylonitrile-butadiene-styrene (ABS) copolymers
390410	Poly(vinyl choride), not mixed with any other subtances
390421	Poly(vinyl chloride), not plasticised, nes
390422	Poly(vinyl chloride), plasticised, nes
390430	Vinyl chloride-vinyl acetate copolymers



390440	Vinyl chloride copolymers, nes
391510	Polyethylene waste and scrap
391520	Polystyrene waste and scrap
391530	Polyvinyl chloride waste and scrap
391590	Plastics waste and scrap, nes
391990	Self-adhesive plates, sheets, film, etc, of plastic, nes
392590	Builders' ware, nes, of plastics
392690	Articles of plastics or of other materials of Nos 39.01 to 39.14, nes
400599	Compounded rubber, unvulcanized, in primary forms, nes
482190	Paper labels of all kinds, not printed
490199	Books, brochures, leaflets and similar printed matter, nes
680610	Slag wool, rock wool and similar mineral wools, in bulk, sheets or rolls
681099	Articles of cement, of concrete or of artificial stone, nes
681519	Articles of graphite or other carbon, for non-electrical uses
681599	Articles of stone or of other mineral substances, nes
690919	Ceramic wares laboratory, chemical/other technical uses, nes
691490	Articles of ceramic, nes
721691	Angles, shapes and sections, i/nas, cf or cold finished from flat rolled prod
721699	Angles, shapes and sections, i/nas, cold formed or cold finished, nes
722511	Flat rolled products, of silicon-electrical steel, >= 600 mm wide, grain oriented
722519	Flat rolled products, of silicon-electrical steel, >= 600 mm wide, nes
722611	Flat rolled prod,al,o/t stainless,of sil elect steel,grain oriented,<600mm wide
722619	Flat rolled products, alloy, o/t stain, of silicon elec steel, <600 mm wide, nes
730711	Tubes or pipe fittings, cast, of non-malleable cast iron
730711 730719	
	Tubes or pipe fittings, cast, of non-malleable cast iron
730719	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes
730719 730729	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes
730719 730729 730792	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes
730719 730729 730792 730799	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes
730719 730729 730792 730799 731210	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes Stranded wire, ropes and cables of iron or steel, not electrically insulated
730719 730729 730792 730799 731210 740311	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes Stranded wire, ropes and cables of iron or steel, not electrically insulated Copper cathodes and sections of cathodes unwrought
730719 730729 730792 730799 731210 740311 741533	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes Stranded wire, ropes and cables of iron or steel, not electrically insulated Copper cathodes and sections of cathodes unwrought Screws, bolts and nuts, of copper
730719 730729 730792 730799 731210 740311 741533 750522	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes Stranded wire, ropes and cables of iron or steel, not electrically insulated Copper cathodes and sections of cathodes unwrought Screws, bolts and nuts, of copper Wire, of nickel alloys
730719 730729 730792 730799 731210 740311 741533 750522 820330	Tubes or pipe fittings, cast, of non-malleable cast iron Fittings, pipe or tube, cast, of iron or steel, nes Fittings pipe or tube of stainless steel, nes Threaded elbows, bend and sleeves, iron or steel, nes Fittings, pipe or tube, iron or steel, nes Stranded wire, ropes and cables of iron or steel, not electrically insulated Copper cathodes and sections of cathodes unwrought Screws, bolts and nuts, of copper Wire, of nickel alloys Metal cutting shears and similar tools, of base metal



820730	Tools,for pressing/stamping/punching,interchan,for hand/mach-tls,of base metal
820790	Screwdriver bits,lapping tools & o interchan tools,for hand/mach-tls,of base met
830210	Hinges of base metal
830249	Mountings, fittings and similar articles of base metal, nes
830790	Tubing, flexible, with or without fittings, of base metal, nes
831000	Letters, numbers, sign-plates & sim art of base metal, o/t those of No 94.05
841280	Engines and motors, nes
842612	Mobile lifting frames on tires and straddle carriers
842890	Lifting, handling, loading or unloading machinery, nes
843139	Parts of lifting, handling, loading or unloading machinery, nes
846729	Tools, nes, hand-held, with self-contained electric motor
846789	Tools for working in the hand with self-contained non electric motor, nes
846799	Parts, of hand tools, nes
847141	Digital auto data process machines, o/t portable of No 8471.30
848790	Machinery parts,w/o elec conn,insulators,coils,cntc,etc,nes in Chapter
850110	Electric motors, of an output not exceeding 37.5 W
850120	Universal AC/DC motors, of an output exceeding 37.5 W
850131	DC motors, DC generators, electric, of an output not exceeding 750 W
850132	DC motors, DC generators, electric, of an output > 750 W but not <= 75 kW
850133	DC motors, DC generators, electric, of an output > 75 kW but <= 375 kW
850134	DC motors, DC generators, electric, of an output exceeding 375 kW
850140	AC motors, electric, single-phase, nes
850151	AC motors, electric, multi-phase, of an output not exceeding 750 W
850152	AC motors, electric, multi-phase, of an output > 750 W but <= 75 kW
850153	AC motors, electric, multi-phase, of an output exceeding 75 kW
850161	AC generators, alternators, electric, of an output not exceeding 75 kVA
850162	AC generators, alternators, electric, of an output > 75 kVA <= 375 kVA
850163	AC generators, alternators, electric, of output > 375 kVA <= 750 kVA
850164	AC generators, electric, of an output exceeding 750 kVA
850171	DC generators, photovoltaic, of an output not exceeding 50 W
850172	DC generators, photovoltaic, of an output exceeding 50 W
850180	AC generators (alternators), photovoltaic
850211	Generating sets, diesel or semi-diesel engines, of an output <= 75 kVA
850300	Parts of electric motors, generators, generating sets and rotary converters
850431	Transformers electric, power handling capacity not exceeding 1 kVA, nes
850432	Transformers electric, power handling capacity > 1 kVA but <= 16 kVA, nes



850433	Transformers electric, power handling capacity > 16 kVA but <= 500 kVA, nes
850440	Static converters, nes
851762	Machines,f reception/conversion/transmission/regeneration of voice/images/o data
851769	App,f transm/reception of voice/img/o data,incl f comm in wired/wrl network,nes
853110	Burglar or fire alarms and similar apparatus
853180	Electric sound or visual signalling apparatus, nes
853321	Electrical resistors fixed for a power handling capacity not exceeding 20 W
853620	Automatic circuit breakers for a voltage not exceeding 1,000 volts
853669	Electrical plugs and sockets, for a voltage not exceeding 1,000 volts
853710	Boards, panels, including numerical control panels, for a voltage <= 1,000 V
853910	Sealed beam lamp units, electrical
854141	Photosensitive semiconductor devices, of LED, w/n assembled in modules/into panels
854149	Phtosens semicon dev,incl photovoltaic cells,LED,w/n assem in modules/panels,nes
854190	Parts of mounted piezo-electric crystals and semiconductor devices
854411	Winding wire, insulated, of copper, electric, including enamelled or anodized
854419	Winding wire, insulated, o/t of copper, electric, including enamelled/anodized
854442	Electric conductors, insulated, for a voltage <= 1,000 V, fitted with connectors
854690	Electrical insulators, nes
854720	Insulating fittings of plastics for elec machines, appliances or equipment
854790	Insulating fittings for electrical mach appliances or equipment, nes
902620	Instruments and apparatus for measuring or checking pressure
902690	Parts of inst and app for measuring or checking variables of liq or gases, nes
902750	Instruments and apparatus using optical radiations (UV, visible, IR), nes
903040	Instruments and apparatus, specially designed for telecommunications
903082	Instruments and app,for meas/chk semicon wafers/devices,incl integrated circuits
930630	Cartridges, nes, and parts thereof