

USITC Report on the TPP's Economic Effects

Projects Significant Losses

USITC Projects Worsening Trade Balance in 36 of 55 U.S. Economic Sectors If TPP Were Implemented			
Industry Categories	Industry Sectors	Losing Sectors	Percent of Sectors with Larger Deficits
Natural Resources	3	3	100%
Manufacturing	17	16	94%
Energy	5	3	60%
Services	9	5	56%
Agriculture and Food	21	9	43%

U.S. manufacturing, services, energy and natural resources sectors would all suffer declining trade balances under the TPP. The \$23.8 billion loss in manufacturing would be more than five times the projected gains in agriculture and wheat, soy, corn and rice would see declining trade balances. As for the upside: the report projected tiny U.S. economic growth gains (42.7 billion or 0.15 percent) and income gains (\$57.3 billion or 0.23 percent) by 2032. In other words, the ITC projects that the United States would be as wealthy on January 1, 2032 with TPP as it would be on February 15, 2032 without it.

USITC Report by Industry Sector (estimated changes in millions of USD)		Exports to World	Imports from World	Trade Balance
Manufacturing	Chemicals	1,944.10	5,283.40	3,339.30
	Textiles	256.6	869.4	612.8
	Wearing apparel	10.3	1,891.30	1,881.00
	Leather products	59.5	439.2	379.7
	Footwear	137.7	1,103.60	965.9
	Wood products	135.4	2,204.90	2,069.50
	Paper products, publishing	39.7	722.2	682.5
	Petroleum, coal products	1,023.80	518.8	505
	Machinery and equipment	1,510.70	3,914.40	2,403.70
	Metals and metal products n.e.c.	1,159.10	3,191.60	2,032.50
	Titanium downstream products	33.9	115.4	149.3
	Passenger vehicles	1,953.90	2,371.70	417.8
	Auto parts and trailers	1,219.80	3,039.20	1,819.40
	Other transportation equipment	2,074.10	3,016.80	942.7
	Electronic equipment	622.4	5,323.00	4,700.60
	Instruments and medical devices	169.7	1,044.60	874.9
	Toys, sporting goods, other manu	149.3	1,282.10	1,132.80
	Sub-Total	12,432.2	36,331.6	23,899.4
Services	Construction	186.4	161.4	347.8
	Wholesale and retail trade	848.7	542.4	306.3
	Transp, logistics, travel and tourism	1,258.40	1,770.50	3,028.90
	Communications	877.7	306.4	571.3
	Financial services n.e.c.	12.1	787.8	799.9
	Insurance	34.4	703.5	669.1
	Business services n.e.c.	4,575.50	2,031.50	2,544.00
	Recreational and other services	687.8	199.3	887.1
	Public admin, defense, edu, health	605.8	459.6	146.2
	Sub-Total	4,797.4	6,962.4	2,165.0

Natural Resources	Minerals and minerals products n.e.c	441.7	509.3	67.6
	Forestry	305.3	1.6	303.7
	Water	2.5	9.4	11.9
	Sub-Total	133.9	517.1	383.2
Energy	Gas manufacture, distribution	0.0	0.0	0
	Coal	126.9	13.5	140.4
	Oil	1,338.1	884.1	454
	Gas	1,384.0	1,415.4	31.4
	Electricity	26.1	83.9	57.8
	Sub-Total	2,621.3	2,396.9	224.4
Agriculture and Food Sector	Rice	12.5	15.3	27.8
	Wheat	1.5	18.2	19.7
	Other grains	5.5	16.5	22
	Corn grain	31.3	2.5	33.8
	Fresh fruit, vegetables, and nuts	574.9	119.2	455.7
	Soybeans	419.4	26.6	446
	Other oil seeds	1.6	40.8	42.4
	All other agriculture	637.9	503.8	134.1
	Cattle, sheep, goats, and horses	3.0	60.8	63.8
	Hides and skins	115.1	35.3	79.8
	Seafood	74.1	231.9	157.8
	Beef meat	876.1	419	457.1
	Other meats	690.5	41.2	649.3
	Pork meat products	219.3	94.4	124.9
	Poultry meat prods	173.9	16.6	190.5
	Soybean oil	27.7	2.8	24.9
	Soybean meal	113.4	8.1	105.3
	Dairy products	1,845.5	348.6	1,496.90
	Sugar, sweeteners, and SCP	129.6	132.1	2.5
	Processed foods	1,540.0	427.2	1,112.80
	Beverages and tobacco products	683.9	206.2	477.7
Sub-Total	7,227.1	2,733.9	4,493.2	

Source: U.S. International Trade Commission, "Trans-Pacific Partnership Agreement: Likely Impact on the U.S. Economy and on Specific Industry Sectors," May 2016, pages 775-780.

*Red signifies losing sectors and negative numbers. ie. If the export number is red, that means that the USITC projects a drop in U.S. exports for the indicated sum. If an import number is red, that means that the USITC projects a drop in imports into the United States for the indicated sum. If a trade deficit number is red, that means that the USITC projects a net decline in the trade balance for that sector for the indicated amount .