

WHY U.S. FTZ PARITY MATTERS

CONGRESS MUST ACT NOW!

Reforming de minimis to include U.S. FTZs will **protect U.S. jobs, boost competitiveness, and secure our supply chains**

U.S. WAREHOUSING JOB LOSSES



170K

Jobs lost in the sector since 2022.¹



43%

Drop in U.S. Warehouse Construction.



4.7M SQFT

Major retailers, like Home Depot, have put up warehouse spaces for subleasing as it is not being used.²

FOREIGN COMPANIES' ADVANTAGE



60%

De Minimis reduces costs for foreign companies like Shein and Temu by avoiding duties.



30%

De Minimis allows for cheaper goods to come from Foreign Companies like Temu rather than domestic companies like Amazon.⁴



3X

Temu to triple market share in 2025.⁴

SECURITY & COMPLIANCE RISK



U.S. FTZS:

HIGHLY REGULATED BY U.S. CUSTOMS, ENSURING SAFETY AND TRANSPARENCY.



FOREIGN WAREHOUSES:

OPERATE WITH LESS OVERSIGHT, INCREASING RISKS OF ILLICIT GOODS.⁵

ECONOMIC IMPACT



U.S. FTZ'S:

KEEPS JOBS AND TAX REVENUE IN THE U.S.



FOREIGN WAREHOUSES:

SOLICIT AMERICAN COMPANIES TO MOVE OUT OF THE UNITED STATES.

DE MINIMIS FOR U.S. FTZS WILL HELP KEEP U.S. WAREHOUSING JOBS IN THE U.S.

1. "Warehouse Construction Is Tumbling as Vacancy Rates Rise," WSJ, Oct 4, 2024.
2. "Home Depot Is Dropping Warehouses in a Shifting Retail Market," WSJ, Oct 9, 2024.
3. "The Magic Behind Shein's Rise Comes Under Threat: Duty-Free Shipping," WSJ, Sep 23, 2024.
4. "Amazon and Temu's New Battleground: Winning Over Sellers," WSJ, Oct 5, 2024.
5. "Unintended Consequences of De Minimis Reform," NFTC, Aug 27, 2024.