



The NDC was pleased to see the final agreement achieve several of our NAFTA 2.0 priorities. The updated agreement:

- Restores confidence in the United States' trade relationship with our North American allies
- Significantly strengthens the State-to-State dispute mechanism, which bolsters enforcement of the entire agreement
- Brings NAFTA into the 21st century with a new digital trade chapter that includes important provisions on data localization, cross-border data flows, and other requirements that preserve a free and open internet
- Creates a new paradigm for labor standards in a trade agreement by strengthening the underlying rules, establishing labor-specific enforcement tools to make the obligations fully enforceable, and committing funding and resources to implementation, monitoring, and enforcement
- Includes strong underlying environmental standards and protections that are enforceable, and includes the opportunity to further address climate change by laying out a process under which all Parties could add the Paris Climate Agreement to USMCA in the future
- Preserves U.S. law on the de minimis goods duty exemption threshold
- In separate legislation this week, passes a seven-year reauthorization of the Export-Import Bank