



## Benefits from the U.S.-Colombia Trade Promotion Agreement

### Utah

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#### The U.S.-Colombia Trade Promotion Agreement (CTPA) Levels the Playing Field for Utah Exports in a Fast-Growing Regional Market

Over 90 percent of Colombian products entered the U.S. market duty-free in 2010, while U.S. merchandise entering Colombia faced tariffs averaging 9 percent. CTPA will eliminate tariffs for over 87 percent of U.S. exports of consumer and industrial products (excluding petroleum) within 5 years.

- The impact of eliminating tariffs and related barriers in Colombia is estimated to increase U.S. GDP by nearly \$2.5 billion and U.S. goods exports by \$1.1 billion.
- CTPA will provide significant new access to Colombia's \$134 billion services market, creating new opportunities for Utah service providers.
- Strong transparency obligations, provisions removing transparency obligations, provisions removing technical barriers, and customs & trade facilitation measures will assist small- and medium-sized enterprises (SMEs) exporting from Utah.

#### CTPA is Essential to Ensuring U.S. Competitiveness in Colombia and Throughout South America

A fast-growing market of 45 million consumers, Colombia purchases more U.S. products than does Russia, Spain, Indonesia or Thailand. But as Colombia implements trade deals with our competitors, implementing the CTPA becomes crucial to maintaining U.S. market share in this important market.

- The U.S. share of Colombia's agricultural imports has already fallen from nearly 44 percent in 2007 to 21 percent in 2010.
- The upcoming EU-Colombia Trade Agreement will lower tariffs for our European competitors in key sectors such as environmental goods, chemicals & rubber, infrastructure & machinery, and medical & scientific equipment.
- The upcoming Canada-Colombia Trade Agreement will lower tariffs for Canadian products competing directly with key U.S. exports such as wheat, construction equipment, and transportation equipment.

#### Utah Depends on World Markets

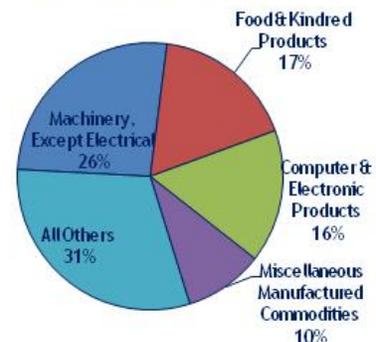
Utah's shipments of merchandise in 2010 totaled \$13.8 billion.

- A total of 2,625 companies exported goods from Utah locations in 2008.
- 2,263 of Utah exporting firms were SMEs with fewer than 500 employees.
- SMEs generated one-seventh (14.3 percent) of Utah's total exports of merchandise in 2008.

#### Trade Works for Utah

Recently implemented trade agreements have benefited Utah. For example, since the U.S.-Australia trade agreement entry into force in 2005, Utah's exports to Australia have grown by 196 percent. Since the U.S.-Singapore trade agreement entry into force in 2004, Utah's exports to Singapore have grown by 1265 percent. CTPA can similarly benefit Utah.

Utah Exported an Average of \$9.3 Million in Goods to Colombia from 2008-2010



Source: U.S. Department of Commerce, International Trade Administration