Hnited States Senate WASHINGTON, DC 20510

September 15, 2017

Ambassador Robert Lighthizer United States Trade Representative 600 17th Street NW Washington, DC 20508

Dear Ambassador Lighthizer:

As you know, the Brazilian government recently announced it will impose a Tariff Rate Quota (TRQ) on ethanol imports. The reinstatement of this 20% tariff, which is imposed on imports in excess of 600 million liters (158 million gallons) during a one year period, raises great concern. We are writing to ask that you directly engage the Brazilian government and quickly work to resolve this issue.

For several years, the U.S. and Brazil have engaged in ethanol trade which signaled the maturing and global nature of the biofuels industry. However, this new action by Brazil's Chamber of Foreign Trade indicates a potential turning point in how ethanol moves between our respective countries.

The U.S. renewable fuels industry has invested heavily in ethanol plants, feedstock development and infrastructure over the last several decades to advance the industry. Similar investments have been made in many other countries including Brazil. Unfortunately, seemingly arbitrary or protectionist tariffs are threatening to disrupt the growing global market that has developed for ethanol. We look forward to working with you to address the concerns regarding Brazil's actions.

Sincerely,

Charles E. Grassley United States Senator

Deb Fischer United States Senator

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Joni K. Ernst United States Senator

Joe Donnelly United States Senator

Tammy Duckworth United States Senator

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Amy Klobuchar United States Senator

Ben Sasse United States Senator

Jankin

Al Franken United States Senator

Debbie Stabe

United States Senator

Richard Durbin United States Senator