



June 1, 2026

To our valued customers,

In April the U.S. government implemented a new set of Section 232 tariffs with an effective date of April 6th. These new tariffs include impacts for electric motors. The exact wording of the Proclamation as it pertains to electric motors is as follows:

- *The Proclamation defines the way that tariffs are assessed, ensuring that they reflect the full value of imported steel, aluminum, and copper products—not an artificially low foreign price.*
- *Derivative articles substantially made of steel, aluminum, or copper will pay a flat 25% on their full value*

The action is applicable for 3-phase electric motors rated at 200HP and over. Electric motors rated under 200HP are not included in the newly announced tariffs.

Due to this new tariff, effective July 1st, 2026, a 17% tariff surcharge will be added to all shipments of ABB branded motors rated 200HP and over manufactured in the Guadalajara Mexico Factory. The additional charge will be a separate line-item titled **US 232 Tariff** and will be based on the net price of the motors shipped.

The charge will be added to new and existing orders shipped from Fort Smith.

Products built in US ABB Baldor Reliance factories are NOT subject to this tariff surcharge. Also, shipments directly from the ABB Guadalajara factory to non-US locations will NOT be subject to this tariff surcharge

Tariff percentages are subject to change. If there is a change to tariff rates ABB will provide updates and will adjust the adder accordingly.

Sincerely,

Jesse Henson, President
NEMA Motors Division, ABB

CC: ABB District Offices, USA
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