

# **Badger Lodge News**

Newsletter for United Lodge 66, Machinists Union, AFL-CIO

Chartered: November 30th, 1895

Vol. 27 No. 4

www.unitedlodge66.org

April 2025

# United Lodge 66 Business Meeting April 8th at 7:00 PM 1650 S 38th Street Milwaukee, WI 53215 414-671-3800

All lodge members are

encouraged to attend

## **Contents:**

Page 2: Past Sacrifices, Future Victories: Workers Memorial Day

Pages 3, 4 & 5: Tariffs: How They Work and Potential Economic Effects

Page 6: Senior's Corner: Medicare, Medicaid Cuts Would Force Half of Patients to Delay Care: Poll

**Page 7: Contact Information** 

# **Office Hours:**

By appointment only. Call 414-671-3800 or email lodge66@gmail.com

All Contract issues must be settled by your Business Rep at District 10. See Last Page

# **2025 Wisconsin State Council of Machinists**

By Jon Zancanaro

The 2025 Wisconsin State Council of Machinists was held in Madison on March 23rd through the 25th. Delegates listened to speeches from various State Representatives, Wisconsin Governor Tony Evers and Wisconsin Supreme Court candidate Susan Crawford and went to the Capitol to lobby on workers rights.

The opening remarks were given by District 10 Directing Business Representative Alex Hoekstra. He laid out the agenda and a theme we would hear throughout the conference: we have a tough road ahead of us but we cannot get discouraged nor give up the fight. He then introduced Midwest General Vice President Sam Cicinelli. GVP Cicinelli echoed DBR Hoekstra's sentiments and outlined strategies that the Territory will be employing to help keep up the fight for workers rights.

We heard a campaign speech from Wisconsin Supreme Court candidate Susan Crawford. She thanked us all for our hard work on behalf of the members we represent and outlined her background in labor, her fights against Act 10 and the Right to Work law here in Wisconsin. She also added how the President and his pal Elon Musk are trying to buy the seat and implored us to talk with our friends, families and co workers on the dangers ahead of us should her opponent win.

Other speakers at the conference were Wisconsin State AFL-CIO President Stephanie Bloomingdale, WI 2nd congressional District Representative Mark Pocan, Wisconsin State Assembly from the 64th District Representative and friend of Local Lodge 66 Tip McGuire. Each speaker echoed the sentitments of the tough road ahead for labor under the current administration and noted that we as a group are up for the fight and we will win.

As the conference concluded DBR Hoekstra asked each delegate to go to the state Capitol and lobby our elected officials on 2 major issues: Supporting the Governor's budget and support the Buy Wisconsin, Buy American Legislation.

\*\*Continued on next page\*\*

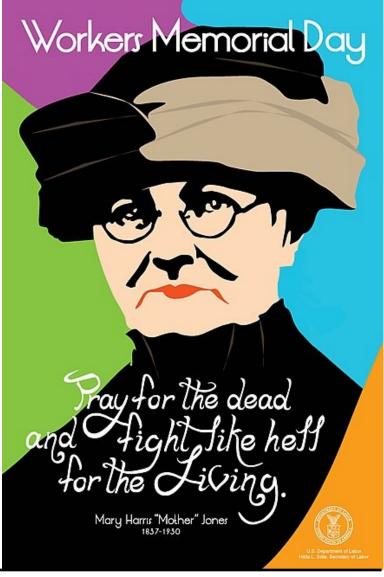
# Past Sacrifices, Future Victories: Workers Memorial Day

Workers Memorial day is held on April 28th of each year and has been done so since April 28th, 1989. The date was chosen as it was the anniversary of the signing of the Occupational Safety and Health Act which became law and instituted OSHA in 1970. OSHA allowed for federal governance over health and safety regulations in our workplace.

However, today OSHA is under attack under the current administration. Which leads us to a call to arms of sorts. As we wait and see what may or may not happen to our greatest protection in our workplace we're remined of the famous quote from Mother Jones: "Pray for the dead and fight like hell for the living."

We need to remember these words as we celebrate workers memorial day this year. We also need to remember those that gave their greatest sacrifices on the job as we fight for ours now.





# State Council from previous page

We went to the capitol and visited offices of each of our State representatives. Unfortunately most of the representatives were back home in their districts and unavailable to speak. We did speak with aides and the treatment we received from aides varied greatly based on which side of the aisle their bosses are on. We did wrap up with a great in person conversation Wisconsin Sneate representative from the 22nd district Bob Wirch. Senator Wirch is a true friend of labor and spoke with us for over a half hour. He told us stories of his time as a Steelworker at the Brass in Kenosha. He pledged his support on the issues we brought to his attention and told us to call on him if we should ever need him.

Overall the 2025 Wisconsin State Council of Machinists was an informative and great time catching up with our Union constituents from around the state, meeting old friends and making new ones as well. We do have a rocky road ahead of us as the current administration continues to roll out attacks on union workers and workers in general. But if there is one thing we all have learned about the labor movement is that we won't back down from a challenge and when we stand together we will win.





Member-Principal® Financial Network
Brian M. Goode, AIF®
Financial Advisor
2626 49th Drive
Franksville, WI 53126
262-835-9111
goode.brian@principal.com
www.goodeplanning.com





The situation is fluid, and the full impact will depend on how the tariff program plays out — how much is intended as a negotiating tool and how much turns into long-term policy.

# Tariffs: How They Work and Potential Economic Effects

On February 1, 2025, President Trump authorized an additional 25% tariff on all goods entering the United States from Canada and Mexico (except for a lower 10% tariff on energy resources from Canada) and an additional 10% tariff on all goods from China. Nine days later, Trump authorized a 25% tariff on steel and aluminum, effective March 12, which strengthened and elevated tariffs levied by the first Trump administration in 2018. These were the opening salvos in what promises to be a period of aggressive moves that is likely to shake up the global trade environment.

A tariff is a tax on a particular class of imported goods or services that is typically designed to help protect domestic industries from foreign competition. However, the Trump administration is also using tariffs as leverage for other goals. The tariffs on Mexico and Canada — our two largest trading partners — were suspended for a month after both countries promised major initiatives to secure their U.S. borders against the flow of fentanyl and illegal immigrants. Pospite these efforts, the tariffs went into effect on March 4. Canada quickly retaliated with 25% tariffs on about \$100 billion of U.S. goods, while Mexico promised to announce retaliation measures on March 9.3

On the other hand, China — which exports some of the chemicals used to manufacture fentanyl — immediately responded to the February 1 action by raising its tariffs on selected U.S. exports by 10% to 15%.<sup>4</sup> Trump added another 10% tariff on all Chinese goods, which also went into effect on March 4, and China shot back with new 10%–15% tariffs on U.S. agricultural goods as well as restrictions on certain U.S. companies.<sup>5</sup>

### Background

Although the U.S. Constitution specifically grants Congress the power to levy tariffs (also called duties), Congress has delegated much of that authority to the President over the last 90 years. This has led to numerous trade agreements that have created a low-tariff, rules-based global trading structure, with tariffs applied on selected products. Over the past 70 years, tariffs have seldom accounted for more than 2% of federal revenue and were just 1.57% in FY 2024. Prior to the recent actions, about 70% of all foreign goods entered the United States duty-free.<sup>6</sup>

## Who pays for tariffs?

Tariffs are collected by U.S. Customs and Border Protection at U.S. ports of entry. The tariff is paid by the U.S. company or individual who imports the goods. Put simply, if a U.S. company imports \$1 million of foreign steel with a 25% tariff, that steel costs the company an additional \$250,000 for a total of \$1.25 million

The U.S. company might then absorb all or part of the additional cost or pass it to consumers who buy products made from the steel. Alternately, the foreign steel exporter might lower its prices in order to maintain access to the U.S. market, in which case the U.S. company would still pay the 25% tariff, but the total price would not rise by the full 25% over the pre-tariff price.

The other factor in this equation, which is the traditional purpose of tariffs, is that the U.S. importer might buy steel from a U.S. manufacturer, thus avoiding the extra tax. The questions then are: 1) Will the U.S. manufacturer raise its price because it no longer has to compete with cheaper foreign imports? 2) Will there be enough U.S.-manufactured steel to meet demand?



### Lessons from round one

There have been numerous studies of the 2018-19 tariffs, which were not as restrictive as the new program but offer some possible answers to these questions. Almost all of the steel and aluminum tariff costs were passed directly to U.S. companies in the form of prices that rose by about 22% and 8% respectively. However, many foreign producers received exemptions from the tariffs, and U.S. steel and aluminum production — which represented more than two-thirds of the U.S. market before the tariffs — grew moderately to meet demand, rising by an annual average of \$2.8 billion over the period from 2018 to 2021. Even so, companies that had depended on cheaper imported metal struggled, and overall production of goods that use steel and aluminum decreased by an annual average of \$3.4 billion.

U.S. importers also bore near the full cost of the broader tariffs on Chinese goods but generally passed only part of the costs to consumers.<sup>8</sup> However, a separate tariff on washing machines added \$86 to the retail price of a washing machine and \$92 to the price of a dryer, ultimately costing consumers over \$1.5 billion.<sup>9</sup> Broadly, a 2024 analysis found that the 2018–19 tariffs (many continued by the Biden administration), combined with retaliatory tariffs by other countries, reduced U.S. gross domestic product by a little more than 0.2% and cost about 169,000 full-time jobs.<sup>10</sup>

# Reciprocal tariffs and de minimis suspension

Trump has also ordered a study of reciprocal tariffs, which would set tariffs based dollar-for-dollar on the tariffs each country charges on U.S. goods, as well as nontariff trade barriers. As with most issues related to tariffs, there are differing opinions on this. At best, reciprocal tariffs could lead to negotiating lower tariffs and removing barriers that prevent U.S. businesses from operating in a foreign country. At worst, they could lead to a global trade war, with ever-increasing tariffs and barriers.<sup>11</sup>

Along with the 10% tariff on Chinese goods, Trump excluded China from the de minimis provision of U.S. customs law that exempts goods valued at less than \$800. This would make cheap goods from Chinese online retailers, which are often shipped directly to consumers, subject to existing tariffs plus the new 10% tariff. The exclusion was suspended on February 7 to give the U.S. Postal Service and Customs and Border Protection time to develop a plan to collect the tariffs. 12 It's unclear how this change will affect consumer prices, but processing could slow delivery times. 13

### Inflation

Most economists believe that tariffs cause inflation, and President Trump admitted there might be short-term price increases. The potential for tariff-driven inflation is of particular concern in the current economy; two recent surveys show a significant decline in consumer confidence due to inflation fears. The full economic impact will depend on how the tariff program plays out — how much is intended as a negotiating tool and how much turns into long-term policy. For now, it would be wise to maintain a steady course and keep an eye on further developments.

- 1) The White House, February 1 and 11, 2025
- 2) CBS News, February 3, 2025
- 3, 5) CNN Business, March 5, 2025
- 4) AP News, February 4, 2025
- Congressional Research Service, January 31, 2025
- 7) U.S. International Trade Commission, May 2023
- 8) National Bureau of Economic Research, October 2019
- 9) University of Chicago, April 2019
- 10) Tax Foundation, February 13, 2025
- 11, 14) The Wall Street Journal, February 13, 2025
- 12) CNBC, February 7, 2025
- 13) AP News, February 5, 2025
- 15) CNN Business, February 25, 2025





If you do not want to receive e-mails of this nature from Brian Goode in the future, please call 262-835-9111 or e-mail goode.brian@principal.com to have your e-mail address removed from my commercial e-mail address list.

Insurance products issued by Principal National Life Insurance Company (except in NY), Principal Life Insurance Company®, and the companies available through the Preferred Product Network, Inc., Securities and advisory products offered through Principal Securities, Inc., Member SIPC. Referenced companies are members of the Principal Financial Group®, Des Moines, IA 50392. Brian Goode, Principal National and Principal Life Financial Representative, Principal Securities Registered Representative, Financial Advisor, and a member of the Principal® Financial Network. Union Financial, Inc. is not an affiliate of any company of the Principal Financial Group®.

AIF® (Accredited Investment Fiduciary®) is an educational designation only, obtained by the holder by completing the requisite coursework. The AIF Designation does not mean the holder is acting in a fiduciary capacity.

The material provided does not necessarily reflect the views or opinions of Principal Financial Group®. Broadridge is not affiliated with any company of the Principal Financial Group®. Principal Financial Group® does not endorse the commentary, opinions or views of the article. This material should be considered general information and should not be used as the primary basis for a financial decision. It is provided with the understanding that the member companies of the Principal Financial Group® are not rendering legal, accounting, or tax advice.

Contributed by Brian Goode / Union Financial / 1-262-835-9111 / goode.brian@principal.com



# Senior's Corner: Medicare, Medicaid Cuts Would Force Half of Patients to Delay Care: Poll

# from Newsweek.com

Half of those on Medicare and Medicaid would have to delay or skip their medical treatments if the programs face major cuts under the Republican House budget, according to a new Everly Health survey. The polling of 1,000 U.S. adults found more than 60 percent of Americans are worried about Medicare and Medicaid cuts under the new budget.

The Republican House budget asks the House Energy and Commerce Committee, which oversees Medicaid and Medicare, to cut \$880 billion in spending over the next decade. More than 72 million people across the country were covered by Medicaid last year, according to the Centers for Medicare and Medicaid Services.

And Medicare, which serves seniors, is responsible for the health coverage of at least 66 million Americans.

The House budget calls for \$2 trillion in spending cuts. While none of that is specified for Medicare or Medicaid, the budget does outline that the House Energy and Commerce Committee would need to make the \$880 billion in cuts over the next decade. The health care programs account for a bulk of the committee's funding. While Trump has promised there will not be cuts to Medicaid or Medicare, an analysis by The New York Times found the committee would be \$600 billion short even if it cuts everything besides health care. In the Everly Health survey, half of those on Medicare and Medicaid would have to delay or skip their medi-

cal treatments if the programs faced major cuts.

Kevin Thompson, finance expert and founder/CEO of 9i Capital Group, told Newsweek: "Given the massive cuts to entitlement spending and reform, it's clear why there's concern. An \$880 billion reduction to a program that was previously assured as 'untouchable' is alarming—especially since the details haven't been fully presented. People should be concerned not just about this program but about potential cuts to others in the future."

Low-income families would likely face difficult choices in navigating their health care if the cuts take effect. "Seniors and people with disabilities who depend on long-term care services would be left scrambling. And a healthy start in life," Ryan said, adding that health insurance premiums would also likely increase. If the cuts to Medicaid and Medicare are approved, Thompson said, underserved, rural communities and older adults are most vulnerable, as they already have more limited health care access and telehealth options. "Initially, I thought these cuts were unlikely, but the growing push from Republicans to pass their tax bill suggests otherwise," Thompson said. "It's possible these cuts will be packaged subtly—like reducing state funding through block grants and adding more barriers to program accessibility. Medicaid, being a significant cost factor, is likely to face the most pressure."

# **Upcoming Events and Important Dates:**

Council Delegate Meeting
Wednesday, April 2nd
at 6:30 PM
Milwaukee Labor Temple

Milwaukee Area Labor

633 S. Hawley Rd. Milwaukee, WI District 10 Business Meeting
Monday, April 7th
At 7 PM
Satellite Meeting @ Lodge 66
1650 S. 38th Street
Milwaukee, WI

Lodge 66 Business Meeting
Tuesday, April 8th
at 7 PM
Local Lodge 66
1650 S. 38th Street
Milwaukee, WI

Deadline to submit articles for the next

Badger Lodge News is

April 21st

Submit articles by email:

lodge66@gmail.com

# **District 10 Office Directory:**

107 Warren St. Suite 2 Beaver Dam, WI 53916

Call 920-219-4919 followed by the extension for you Business Rep

 Alex Hoekstra
 1

 Nick Bednarek
 3

 Jeremy Terlisner
 6

 Todd Humleker
 5

 Joe Terlisner
 7

 Hunter Scott
 8

# Officers of Local Lodge 66 Machinists Union

Trustees: Don Aiello, Thomas Schaab and Liam Maltz

Adam Duedenhoefer

Communicator . . . . . Jon Zancanaro

Educator . . . . . Mike Stark

Editor . . . . . . Jon Zancanaro

The views and opinions expressed by the various writers in this publication are their own and not necessarily those of the editor, Lodge 66 Executive Board or the Membership of Lodge 66. The Editor reserves the right to publish, edit or exclude publication of any article submitted to the Badger Lodge News. Any member may contribute articles for publication by sending them to United Lodge 66, 1650 S. 38th Street, Milwaukee, WI 53215 or via e-mail to lodge66@gmail.com.

Visit us on the web: www.unitedlodge66.org

www.YouTube.com/badgerlodge

Do you have any concerns, complaints or congratulations you would like to bring up to those representing you in Government? Give them a call or send them a note and let your voice be heard

# **President Donald Trump (R)**

1600 Pennsylvania Ave Washington D.C. 20510 202-224-5323

https://www.whitehouse.gov/contact/

# **Senator Ron Johnson (R)**

328 Hart Senate Office Building Washington D.C. 20510 202-224-5323

https://www.ronjohnson.senate.gov/public/index.cfm/email-the-senator

# State Rep. Bryan Steil (R)

1st District of Wisconsin 1526 Longworth HOB Washington D.C. 20515 202-225-3031

https://steil.house.gov/contact

# State Rep. Gwen Moore (D)

Wisconsin State District 4

2252 Rayburn House Office Building
Washington D.C. 20515

202-225-4572

https://gwenmoore.house.gov/ contact/

# State Rep. Glen Grothman (R)

Wisconsin State District 6 1211 Longworth H.O.B. Washington D.C. 20515 202-225-2476

# **Governor Tony Evers (D)**

115 East Capitol Madison, WI 53707 608-266-1212

Gov - Voice an Opinion: Wisconsin
Public Forms

# **Senator Tammy Baldwin (D)**

141 Hart Senate Office Building
Washington D.C. 20510
202-224-5653

https://www.baldwin.senate.gov/feedback

# State Rep. Derrick Van Orden (R)

Wisconsin State District 3
1513 Longworth H.O.B.
Washington D.C. 20515
202-225-5506

https://vanorden.house.gov/

# State Rep. Scott Fitzgerald (R)

Wisconsin State District 5
2444 Longworth H.O.B.
Washington D.C. 20515
202-225-5101

https://fitzgerald.house.gov/contact

# State Rep. Tom Tiffany (R)

Wisconsin State District 7
451 Cannon HOB
Washington D.C. 20515
202-225-3365