106TH CONGRESS 1ST SESSION

H. R. 450

To amend the Trade Act of 1974 to establish procedures for identifying countries that deny market access for agricultural products of the United States.

IN THE HOUSE OF REPRESENTATIVES

February 2, 1999

Mr. CAMP (for himself, Mr. GUTKNECHT, and Mr. POMEROY) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Trade Act of 1974 to establish procedures for identifying countries that deny market access for agricultural products of the United States.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "United States Agricul-
- 5 tural Products Market Access Act of 1999".
- 6 SEC. 2. FINDINGS; PURPOSES.
- 7 (a) FINDINGS.—Congress makes the following find-
- 8 ings:

- 1 (1) The export of agricultural products is of 2 vital importance to the economy of the United 3 States.
 - (2) In 1995, agriculture was the largest positive contributor to the United States merchandise trade balance with a trade surplus of \$25,800,000,000.
 - (3) The growth of United States agricultural exports should continue to be an important factor in improving the United States merchandise trade balance.
 - (4) Increasing the volume of agricultural exports will increase farm income in the United States, thereby protecting family farms and contributing to the economic well-being of rural communities in the United States.
 - (5) Although the United States efficiently produces high-quality agricultural products, United States producers cannot realize their full export potential because many foreign countries deny fair and equitable market access to United States agricultural products.
 - (6) The Foreign Agricultural Service estimates that United States agricultural exports are reduced by \$4,700,000,000 annually due to unjustifiable imposition of sanitary and phytosanitary measures that

1	deny or limit market access to United States prod-
2	ucts.
3	(7) The denial of fair and equitable market ac
4	cess for United States agricultural products impedes
5	the ability of United States farmers to export their
6	products, thereby harming the economic interests or
7	the United States.
8	(b) Purposes.—The purposes of this Act are—
9	(1) to reduce or eliminate foreign unfair trade
10	practices and to remove constraints on fair and oper
11	trade in agricultural products;
12	(2) to ensure fair and equitable market access
13	for exports of United States agricultural products
14	and
15	(3) to promote free and fair trade in agricul-
16	tural products.
17	SEC. 3. IDENTIFICATION OF COUNTRIES THAT DENY MAR
18	KET ACCESS.
19	(a) Identification Required.—Chapter 8 of title
20	I of the Trade Act of 1974 is amended by adding at the

21 end the following:

1	"SEC. 183. IDENTIFICATION OF COUNTRIES THAT DENY
2	MARKET ACCESS FOR AGRICULTURAL PROD-
3	UCTS.
4	"(a) In General.—Not later than the date that is
5	30 days after the date on which the annual report is re-
6	quired to be submitted to Congressional committees under
7	section 181(b), the United States Trade Representative
8	(hereafter in this section referred to as the 'Trade Rep-
9	resentative') shall identify—
10	"(1) those foreign countries that—
11	"(A) deny fair and equitable market access
12	to United States agricultural products, or
13	"(B) apply standards for the importation
14	of agricultural products from the United States
15	that are not related to public health concerns or
16	cannot be substantiated by reliable analytical
17	methods; and
18	"(2) those foreign countries identified under
19	paragraph (1) that are determined by the Trade
20	Representative to be priority foreign countries.
21	"(b) Special Rules for Identifications.—
22	"(1) Criteria.—In identifying priority foreign
23	countries under subsection (a)(2), the Trade Rep-
24	resentative shall only identify those foreign
25	countries—

1	"(A) that engage in or have the most oner-
2	ous or egregious acts, policies, or practices that
3	deny fair and equitable market access to United
4	States agricultural products,
5	"(B) whose acts, policies, or practices de-
6	scribed in subparagraph (A) have the greatest
7	adverse impact (actual or potential) on the rel-
8	evant United States products, and
9	"(C) that are not—
10	"(i) entering into good faith negotia-
11	tions, or
12	"(ii) making significant progress in
13	bilateral or multilateral negotiations,
14	to provide fair and equitable market access to
15	United States agricultural products.
16	"(2) Consultation and consideration re-
17	QUIREMENTS.—In identifying priority foreign coun-
18	tries under subsection (a)(2), the Trade Representa-
19	tive shall—
20	"(A) consult with the Secretary of Agri-
21	culture and other appropriate officers of the
22	Federal Government, and
23	"(B) take into account information from
24	such sources as may be available to the Trade
25	Representative and such information as may be

1	submitted to the Trade Representative by inter-
2	ested persons, including information contained
3	in reports submitted under section 181(b) and
4	petitions submitted under section 302.
5	"(3) Factual basis requirement.—The
6	Trade Representative may identify a foreign country
7	under subsection $(a)(1)$ only if the Trade Represent-
8	ative finds that there is a factual basis for the denial
9	of fair and equitable market access as a result of the
10	violation of international law or agreement, or the
11	existence of barriers, referred to in subsection (d).
12	"(4) Consideration of Historical Fac-
13	TORS.—In identifying foreign countries under para-
14	graphs (1) and (2) of subsection (a), the Trade Rep-
15	resentative shall take into account—
16	"(A) the history of agricultural trade rela-
17	tions with the foreign country, including any
18	previous identification under subsection (a)(2),
19	and
20	"(B) the history of efforts of the United
21	States, and the response of the foreign country,
22	to achieve fair and equitable market access for
23	United States agricultural products.
24	"(c) Revocations and Additional Identifica-
25	TIONS.—

1	"(1) AUTHORITY TO ACT AT ANY TIME.—If in-
2	formation available to the Trade Representative indi-
3	cates that such action is appropriate, the Trade
4	Representative may at any time—
5	"(A) revoke the identification of any for-
6	eign country as a priority foreign country under
7	this section, or
8	"(B) identify any foreign country as a pri-
9	ority foreign country under this section.
10	"(2) REVOCATION REPORTS.—The Trade Rep-
11	resentative shall include in the semiannual report
12	submitted to the Congress under section 309(3) a
13	detailed explanation of the reasons for the revocation
14	under paragraph (1) of the identification of any for-
15	eign country as a priority foreign country under this
16	section.
17	"(d) Definitions.—For purposes of this section, a
18	foreign country denies fair and equitable market access
19	if the foreign country effectively denies access to a market
20	for a product through the use of laws, procedures, prac-
21	tices, or regulations which—
22	"(1) violate provisions of international law or
23	international agreements to which both the United
24	States and the foreign country are parties, or

- 1 "(2) constitute discriminatory nontariff trade
- 2 barriers.
- 3 "(e) Publication.—The Trade Representative shall
- 4 publish in the Federal Register a list of foreign countries
- 5 identified under subsection (a) and shall make such revi-
- 6 sions to the list as may be required by reason of the action
- 7 under subsection (c).
- 8 "(f) Annual Report.—The Trade Representative
- 9 shall, not later than the date by which countries are identi-
- 10 fied under subsection (a), transmit to the Committee on
- 11 Ways and Means and the Committee on Agriculture of the
- 12 House of Representatives and the Committee on Finance
- 13 and the Committee on Agriculture, Nutrition, and For-
- 14 estry of the Senate, a report on the actions taken under
- 15 this section during the 12 months preceding such report,
- 16 and the reasons for such actions, including a description
- 17 of progress made in achieving fair and equitable market
- 18 access for United States agricultural products.".
- 19 (b) CLERICAL AMENDMENT.—The table of contents
- 20 for the Trade Act of 1974 is amended by inserting after
- 21 the item relating to section 182 the following:
 - "Sec. 183. Identification of countries that deny market access for agricultural products.".
- 22 SEC. 4. INVESTIGATIONS.
- 23 (a) Investigation Required.—Subparagraph (A)
- 24 of section 302(b)(2) of the Trade Act of 1974 (19 U.S.C.

1	2412(b)(2)) is amended by inserting "or $183(a)(2)$ " after
2	"section 182(a)(2)" in the matter preceding clause (i).
3	(b) Conforming Amendment.—Subparagraph (D)
4	of section 302(b)(2) of such Act is amended by inserting
5	"concerning intellectual property rights that is" after
6	"any investigation".
7	SEC. 5. AUTHORIZED ACTIONS BY UNITED STATES TRADE
8	REPRESENTATIVE.
9	Section $301(e)(1)$ of the Trade Act of 1974 (19
10	U.S.C. 2411(c)(1)) is amended—
11	(1) by striking "or" at the end of subparagraph
12	(C);
13	(2) by striking the period at the end of sub-
14	paragraph (D)(iii)(II) and inserting "; or"; and
15	(3) by adding at the end the following:
16	"(E) with respect to an investigation of a
17	country identified under section 183(a)(1), to
18	request that the Secretary of Agriculture (who,
19	upon receipt of such a request, shall) direct the
20	Food Safety and Inspection Service of the De-
21	partment of Agriculture to review certifications
22	for the facilities of such country that export
23	meat and other agricultural products to the
24	United States.".