# S. 1741

To amend United States trade laws to address more effectively import crises.

#### IN THE SENATE OF THE UNITED STATES

OCTOBER 15, 1999

Mr. Durbin (for himself, Mr. Rockefeller, Mr. Byrd, Mr. Hollings, Mr. Hatch, and Mr. Santorum) introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

To amend United States trade laws to address more effectively import crises.

- 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 "Fair Trade Law En-
- 5 hancement Act of 1999".

## TITLE I—SAFEGUARD 1 **AMENDMENTS** 2 3 SEC. 101. CAUSATION STANDARD. 4 (a) Change in Causation Standard.—(1) Section 201(a) of the Trade Act of 1974 (19 U.S.C. 2251(a)) is 5 amended by striking "substantial". 7 (2) Section 202 of the Trade Act of 1974 (19 U.S.C. 2252) is amended— 9 (A) in subsection (b)(1)(A), by striking "sub-10 stantial"; 11 (B) by amending subsection (b)(1)(B) to read 12 as follows: "(B) Imports are a cause of serious injury, or 13 14 the threat thereof, when a causal link can be estab-15 lished between imports and the domestic industry's injury."; 16 (C) in subsection (c)(1)(C), by striking "sub-17 18 stantial cause" and inserting "the causal link"; 19 (D) in subsection (c)(3), by striking "substan-20 tial"; and 21 (E) in subsection (d)(2)(A)(i), by striking "sub-22 stantial".

(b) Conforming Amendment.—Section 264(c) of

the Trade Act of 1974 (19 U.S.C. 2354(c)) is amended

25 by striking "substantial".

23

#### 1 SEC. 102. CAPTIVE PRODUCTION.

- Section 202(c)(4) of the Trade Act of 1974 (19
- 3 U.S.C. 2252(c)(4)) is amended—
- 4 (1) by striking "and" at the end of subpara-
- $5 \qquad \text{graph (B)};$
- 6 (2) by striking the period at the end of sub-
- 7 paragraph (C) and inserting "; and"; and
- 8 (3) by adding after subparagraph (C) the fol-
- 9 lowing:
- 10 "(D) shall, in cases in which domestic pro-
- ducers transfer internally, including to related
- parties, significant production of the like or di-
- rectly competitive article for the production of
- a downstream article and sell significant pro-
- duction of the like or directly competitive article
- in the merchant market, focus on the merchant
- market when determining the domestic indus-
- try's market share and other relevant factors.
- 19 For purposes of this section, a party is related to
- another party if the first party controls, is controlled
- by, or is under common control with, that other
- 22 party.".
- 23 SEC. 103. PRESUMPTION OF THREAT AND OF CRITICAL CIR-
- 24 **CUMSTANCES.**
- 25 Section 202 of the Trade Act of 1974 (19 U.S.C.
- 26 2252) is amended—

1 (1) in subsection (c)(1), by inserting at the end 2 the following flush sentences:

"Notwithstanding subparagraph (B), if the Commission finds that, at any time during the 12-month period preceding the initiation of an investigation, there has been a rapid decline in domestic prices for the like or directly competitive article and a rapid increase in imports of the imported article, the Commission shall apply a rebuttable presumption that the domestic industry is threatened with serious injury by reason of such imports. For purposes of the preceding sentence, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies but is rebutted, the Commission shall conduct a threat of serious injury analysis as if no such presumption applied."; and

(2) in subsection (d)(2)(A), by adding at the end the following flush sentences:

"If the Commission finds that, at any time during the 12-month period preceding the initiation of an investigation, there has been a rapid decline in domestic prices for the like or directly competitive arti-

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

| 1  | cle and a rapid increase in imports of the imported     |
|----|---|
| 2  | article, the Commission shall apply a rebuttable pre-   |
| 3  | sumption that the criteria in clauses (i) and (ii) are  |
| 4  | met. For purposes of this paragraph, the term           |
| 5  | 'rapid' means a change of 10 percent or more from       |
| 6  | one calendar quarter to the next, and the price de-     |
| 7  | cline and the increase in imports need not be con-      |
| 8  | temporaneous. In any case in which this presump-        |
| 9  | tion does not apply, or in which it applies but is re-  |
| 10 | butted, the Commission shall conduct a critical cir-    |
| 11 | cumstances analysis as if no such presumption ap-       |
| 12 | plied.".  |
| 13 | SEC. 104. INJURY FACTORS.                               |
| 14 | Section $202(c)(1)(A)$ of the Trade Act of 1974 (19     |
| 15 | U.S.C. $2252(c)(1)(A)$ ) is amended to read as follows: |
| 16 | "(A) with respect to serious injury—                    |
| 17 | "(i) the rate and amount of the in-                     |
| 18 | crease in imports of the product concerned              |
| 19 | in absolute and relative terms;                         |
| 20 | "(ii) the share of the domestic market                  |
| 21 | taken by increased imports;                             |
| 22 | "(iii) changes in the level of sales;                   |
| 23 | "(iv) production;                                       |
| 24 | "(v) productivity;                                      |
| 25 | "(vi) capacity utilization;                             |

| 1  | "(vii) profits and losses; and                        |
|----|---|
| 2  | "(viii) employment;".                                 |
| 3  | TITLE II—AMENDMENTS TO                                |
| 4  | TITLE VII OF THE TARIFF ACT                           |
| 5  | OF 1930   |
| 6  | SEC. 201. CAPTIVE PRODUCTION.                         |
| 7  | Section 771(7)(C)(iv) of the Tariff Act of 1930 (19   |
| 8  | U.S.C. 1677(7)(C)(iv)) is amended to read as follows: |
| 9  | "(iv) Captive production.—If do-                      |
| 10 | mestic producers transfer internally, in-             |
| 11 | cluding to affiliated persons as defined in           |
| 12 | section 771(33), significant production of            |
| 13 | the domestic like product for the produc-             |
| 14 | tion of a downstream article and sell sig-            |
| 15 | nificant production of the domestic like              |
| 16 | product in the merchant market, then the              |
| 17 | Commission, in determining market share               |
| 18 | and the factors affecting financial perform-          |
| 19 | ance set forth in clause (iii), shall focus on        |
| 20 | the merchant market.".                                |
| 21 | SEC. 202. CUMULATION.                                 |
| 22 | Section 771(7)(G)(i) of the Tariff Act of 1930 (19    |
| 23 | U.S.C. $1677(7)(G)(i)$ is amended to read as follows: |
| 24 | "(i) In general.—For purposes of                      |
| 25 | clauses (i) and (ii) of subparagraph (C),             |

| 1  | and subject to clause (ii), the Commission               |
|----|--|
| 2  | shall cumulatively assess the volume and                 |
| 3  | effect of imports of the subject merchan-                |
| 4  | dise from all countries subject to petitions             |
| 5  | filed under section 702(b) or 732(b), or                 |
| 6  | subject to investigations initiated under                |
| 7  | 702(a) or 732(a), if such petitions were                 |
| 8  | filed, or such investigations were initiated,            |
| 9  | within 90 days before the date on which                  |
| 10 | the Commission is required to make its                   |
| 11 | final injury determination, and if such im-              |
| 12 | ports compete with each other and with                   |
| 13 | the domestic like products in the United                 |
| 14 | States market.".   |
| 15 | SEC. 203. CAUSAL RELATIONSHIP BETWEEN IMPORTS AND        |
| 16 | INJURY.  |
| 17 | Section $771(7)(C)$ of the Tariff act of 1930 (19        |
| 18 | U.S.C. 1677(7)(C)), as amended by section 201, is amend- |
| 19 | ed by adding at the end the following new clause:        |
| 20 | "(v) Imports; basis for affirma-                         |
| 21 | TIVE DETERMINATION.—The Commission                       |
| 22 | shall not weigh against other factors the                |
| 23 | injury caused by imports found by the ad-                |
| 24 | ministering authority to be dumped or pro-               |
| 25 | vided a countervailable subsidy. Rather, if              |

the imports are a contributing cause of injury to the domestic industry, the Commission shall make an affirmative determination, unless the injury caused by the imports is inconsequential, immaterial, or unimportant.".

#### 7 SEC. 204. PRESUMPTION OF THREAT OF MATERIAL INJURY.

8 Section 771(7)(F) of the Tariff Act of 1930 (19 9 U.S.C. 1677(7)(F)) is amended by redesignating clause 10 (iii) as clause (iv) and inserting after clause (ii) the fol-11 lowing new clause:

"(iii) Presumption of threat of Material Injury.—Notwithstanding clauses (i) and (ii), if the Commission finds that, at any time during the 12-month period preceding the initiation of an investigation, there has been a rapid decline in domestic prices for the domestic like product and a rapid increase in imports of the subject merchandise, the Commission shall apply a rebuttable presumption that the domestic industry is threatened with material injury by reason of such imports. For purposes of this clause, the term 'rapid' means a change of 10 per-

the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies
but is rebutted, the Commission shall conduct a threat of injury analysis as if no
such presumption applied.".

#### 9 SEC. 205. PRESUMPTION OF CRITICAL CIRCUMSTANCES.

- (a) Initial Finding by Commission.—
- 11 (1) COUNTERVAILABLE SUBSIDY.—Section 12 703(a) of the Tariff Act of 1930 (19 U.S.C. 13 1671b(a)) is amended by adding at the end the fol-14 lowing:
  - "(3) Determination of Rapid Decline.—
    Any preliminary determination by the Commission under this subsection shall include a determination of whether at any time during the 12-month period preceding the initiation of the investigation there has been a rapid decline in domestic prices for the domestic like product. For purposes of this paragraph, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next.".

10

15

16

17

18

19

20

21

22

- 1 (2) Dumping.—Section 733(a) of the Tariff 2 Act of 1930 (19 U.S.C. 1673b(a)) is amended by 3 adding at the end the following:
  - "(3) Determination of Rapid Decline.—
    Any preliminary determination by the Commission under this subsection shall include a determination of whether at any time during the 12-month period preceding the initiation of the investigation there has been a rapid decline in domestic prices for the domestic like product. For purposes of this paragraph, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next.".

### (b) Countervailing Duty Cases.—

- (1) Preliminary determinations by administrating authority.—Section 703(e) of the Tariff Act of 1930 (19 U.S.C. 1671b(e)) is amended by redesignating paragraph (2) as paragraph (3) and inserting after paragraph (1) the following:
- "(2) Presumption of Critical Cir-Cumstances.—Notwithstanding paragraph (1), if the Commission has found under subsection (a)(3) a rapid decline in domestic prices during a 12-month period and the administering authority finds that a rapid increase in imports of the subject merchandise occurred during the same 12-month period, the ad-

- ministering authority shall apply a rebuttable presumption that critical circumstances exist with respect to such imports. For purposes of this paragraph, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies but is rebutted, the administering authority shall conduct a critical circumstances analysis as if no such presumption applied.".
  - (2) Final determinations by administrating authority.—Section 705(a) of the Tariff Act of 1930 (19 U.S.C. 1671d(a)) is amended by redesignating paragraph (3) as paragraph (4) and inserting after paragraph (2) the following new paragraph:
  - "(3) CRITICAL CIRCUMSTANCES DETERMINA-TIONS; SPECIAL RULE.—Notwithstanding paragraph (2), if the Commission has found under section 703(a)(3) a rapid decline in domestic prices during a 12-month period, and the administering authority finds that a rapid increase in imports of the subject merchandise occurred during the same 12-month period, the administering authority shall apply a rebut-

with respect to such imports. For purposes of this paragraph, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies but is rebutted, the administering authority shall conduct a critical circumstances analysis as if no such presumption applied.".

(3) Final determinations by commission.—
Section 705(b)(4)(A) of the Tariff Act of 1930 (19
U.S.C. 1671d(b)(4)(A)) is amended by inserting after clause (ii) the following new clause:

"(iii) Presumption that standard for retroactive application is met.—
Notwithstanding clause (ii), if the Commission determines that, at any time during the 12-month period since the initiation of the investigation, there has been a rapid decline in domestic prices for the domestic like product and a rapid increase in imports of the subject merchandise, the Commission shall apply a rebuttable presumption that the imports subject to the affirm-

ative determination under subsection (a)(2) are likely to undermine seriously the remedial effect of the countervailing duty order to be issued under section 706. For purposes of this clause, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies but is rebutted, the Commission shall conduct a critical circumstances analysis as if no such presumption applied.".

# (c) Antidumping Cases.—

- (1) Preliminary determinations by administration authority.—Section 733(e) of the Tariff Act of 1930 (19 U.S.C. 1673b(e)) is amended by redesignating paragraph (2) as paragraph (3) and inserting after paragraph (1) the following new paragraph:
- "(2) Presumption of Critical Cir-Cumstances.—Notwithstanding paragraph (1), if the Commission has found under subsection (a)(3) a rapid decline in domestic prices during a 12-month

1 period and the administering authority finds that a 2 rapid increase in imports of the subject merchandise 3 occurred during the same 12-month period, the administering authority shall apply a rebuttable pre-5 sumption that critical circumstances exist with re-6 spect to such imports. For purposes of this para-7 graph, the term 'rapid' means a change of 10 per-8 cent or more from one calendar quarter to the next, 9 and the price decline and the increase in imports 10 need not be contemporaneous. In any case in which 11 this presumption does not apply, or in which it ap-12 plies but is rebutted, the administering authority 13 shall conduct a critical circumstances analysis as if 14 no such presumption applied.".

- (2) Final determinations by administrating authority.—Section 735(a) of the Tariff Act of 1930 (19 U.S.C. 1673d(a)) is amended by redesignating paragraph (4) as paragraph (5) and inserting after paragraph (3) the following:
- "(4) CRITICAL CIRCUMSTANCES DETERMINA-TIONS; SPECIAL RULE.—Notwithstanding paragraph (3), if the Commission has found under section 733(a)(3) a rapid decline in domestic prices during a 12-month period, and the administering authority finds that a rapid increase in imports of the subject

15

16

17

18

19

20

21

22

23

24

merchandise occurred during the same 12-month period, the administering authority shall apply a rebuttable presumption that critical circumstances exist with respect to such imports. For purposes of this paragraph, the term 'rapid' means a change of 10 percent or more from one calendar quarter to the next, and the price decline and the increase in imports need not be contemporaneous. In any case in which this presumption does not apply, or in which it applies but is rebutted, the administering authority shall conduct a critical circumstances analysis as if no such presumption applied.".

(3) Final determinations by commission.—
Section 735(b)(4)(A) of the Tariff Act of 1930 (19
U.S.C. 1673d(b)(4)(A)) is amended by adding after clause (ii) the following:

"(iii) Presumption that standard for retroactive application is met.—
Notwithstanding clause (ii), if the Commission determines that, at any time during the 12-month period since the initiation of the investigation, there has been a rapid decline in domestic prices for the domestic like product and a rapid increase in imports of the subject merchandise, the Com-

1 mission shall apply a rebuttable presump-2 tion that the imports subject to the affirmative determination under subsection (a)(3) 3 are likely to undermine seriously the remedial effect of the antidumping duty order 6 to be issued under section 736. For pur-7 poses of this clause, the term 'rapid' means 8 a change of 10 percent or more from one 9 calendar quarter to the next, and the price 10 decline and the increase in imports need 11 not be contemporaneous. In any case in 12 which this presumption does not apply, or 13 in which it applies but is rebutted, the 14 Commission shall conduct a critical cir-15 cumstances analysis as if no such pre-16 sumption applied.". SEC. 206. PREVENTION OF CIRCUMVENTION. 18 Section 781(c) of the Tariff Act of 1930 (19 U.S.C. 19 1677j(c)) is amended to read as follows: 20 "(c) MINOR ALTERATIONS OF MERCHANDISE.—The 21 class or kind of merchandise subject to— 22 "(1) an investigation under this subtitle,

"(2) an antidumping duty order issued under

section 736,

23

| 1                    | "(3) a finding issued under the Antidumping   |
|----------------------|---|
| 2                    | Act, 1921, or   |
| 3                    | "(4) a countervailing duty order issued under   |
| 4                    | section 706 or section 303,   |
| 5                    | shall include articles whose form or appearance has been  |
| 6                    | altered in minor respects by changes in production process  |
| 7                    | (including raw agricultural products that have undergone  |
| 8                    | minor processing), regardless of any change in tariff clas-   |
| 9                    | sification and regardless of whether the merchandise de-  |
| 10                   | scription used in the investigation, order, or finding would  |
| 11                   | otherwise exclude the altered article.".  |
| 12                   | SEC. 207. DOMESTIC INDUSTRY SUPPORT FOR SUSPENSION  |
| 13                   | AGREEMENTS.   |
| 14                   | (a) Countervailing Duty Cases.—Section 704(d)   |
| 15                   | of the Tariff Act of 1930 (19 U.S.C. 1671c(d)(1)) is  |
| 16                   | amended—  |
| 17                   | (1) in paragraph (1)—   |
| 10                   | (=) === P == (=)  |
| 18                   | (A) by striking "and" at the end of sub-  |
| 18<br>19             |   |
|                      | (A) by striking "and" at the end of sub-  |
| 19                   | (A) by striking "and" at the end of sub-<br>paragraph (A);  |
| 19<br>20             | <ul><li>(A) by striking "and" at the end of subparagraph (A);</li><li>(B) by striking the period at the end of</li></ul>  |
| 19<br>20<br>21       | <ul><li>(A) by striking "and" at the end of subparagraph (A);</li><li>(B) by striking the period at the end of subparagraph (B), and inserting ", and"; and</li></ul>   |
| 19<br>20<br>21<br>22 | <ul> <li>(A) by striking "and" at the end of subparagraph (A);</li> <li>(B) by striking the period at the end of subparagraph (B), and inserting ", and"; and</li> <li>(C) by inserting after subparagraph (B)</li> </ul> |

| 1  | than 50 percent of the production of the domes- |
|----|---|
| 2  | tic like produced by those expressing an        |
| 3  | opinion on the agreement."; and                 |
| 4  | (2) by adding at the end the following new      |
| 5  | paragraph:                                      |
| 6  | "(4) Special rules relating to domestic         |
| 7  | PRODUCER AND WORKER SUPPORT.—                   |
| 8  | "(A) DETERMINATION OF INDUSTRY SUP-             |
| 9  | PORT.—  |
| 10 | "(i) Certain positions dis-                     |
| 11 | REGARDED.—                                      |
| 12 | "(I) Producers related to                       |
| 13 | FOREIGN PRODUCERS.—In deter-                    |
| 14 | mining industry support under para-             |
| 15 | graph (1)(C), the administering au-             |
| 16 | thority shall disregard the position of         |
| 17 | domestic producers who support the              |
| 18 | agreement, if such producers are re-            |
| 19 | lated to foreign producers, as defined          |
| 20 | in section 771(4)(B)(ii), unless such           |
| 21 | domestic producers demonstrate that             |
| 22 | their interests as domestic producers           |
| 23 | would be adversely affected if the              |
| 24 | agreement is not accepted.                      |

1 "(II) PRODUCERS WHO ARE IM2 PORTERS.—The administering author3 ity may disregard the position of do4 mestic producers of a domestic like
5 product who are importers of the sub6 ject merchandise.

"(ii) SPECIAL RULE FOR REGIONAL INDUSTRIES.—If the petition which led to the proposed suspension agreement alleges that the industry is a regional industry, the administering authority shall determine whether the agreement is supported by or on behalf of the industry by applying paragraph (1)(C) on the basis of production in the region.

"(B) NATIONAL SECURITY EXCEPTION.—
In any case in which the administering authority determines that the domestic producers or workers who support the agreement do not account for more than 50 percent of the production of the domestic like product produced by those expressing an opinion on the agreement, the administering authority may accept the agreement, notwithstanding the provisions of paragraph (1)(C), if the President determines

| 1  | and certifies to the administering authority that       |
|----|---|
| 2  | failure to accept the agreement would under-            |
| 3  | mine the national security interests of the             |
| 4  | United States or pose an extraordinary threat           |
| 5  | to the economy of the United States.".                  |
| 6  | (b) Antidumping Duty Cases.—Section 734(d) of           |
| 7  | the Tariff Act of 1930 (19 U.S.C. 1673c(d)) is amended— |
| 8  | (1) by redesignating paragraphs (1) and (2) as          |
| 9  | subparagraphs (A) and (B), respectively;                |
| 10 | (2) by striking "The administering authority"           |
| 11 | and inserting:  |
| 12 | "(1) In general.—The administering author-              |
| 13 | ity'';  |
| 14 | (3) by striking "and" at the end of subpara-            |
| 15 | graph (A), as redesignated;                             |
| 16 | (4) by striking the period at the end of sub-           |
| 17 | paragraph (B), as redesignated, and inserting ",        |
| 18 | and";   |
| 19 | (5) by inserting after subparagraph (B), as re-         |
| 20 | designated, the following new subparagraph:             |
| 21 | "(C) the domestic producers or workers                  |
| 22 | who support the agreement account for more              |
| 23 | than 50 percent of the production of the domes-         |
| 24 | tic like produced by those expressing an                |
| 25 | opinion on the agreement.": and                         |

| 1  | (6) by adding at the end the following new |
|----|--|
| 2  | paragraph:                                 |
| 3  | "(2) Special rules relating to domestic    |
| 4  | PRODUCER AND WORKER SUPPORT.—              |
| 5  | "(A) Determination of industry sup-        |
| 6  | PORT.—                                     |
| 7  | "(i) Certain positions dis-                |
| 8  | REGARDED.—                                 |
| 9  | "(I) Producers related to                  |
| 10 | FOREIGN PRODUCERS.—In deter-               |
| 11 | mining domestic producer or worker         |
| 12 | support for purposes of paragraph          |
| 13 | (1)(C), the administering authority        |
| 14 | shall disregard the position of domes-     |
| 15 | tic producers who support the agree-       |
| 16 | ment, if such producers are related to     |
| 17 | foreign producers, as defined in sec-      |
| 18 | tion 771(4)(B)(ii), unless such domes-     |
| 19 | tic producers demonstrate that their       |
| 20 | interests as domestic producers would      |
| 21 | be adversely affected if the agreement     |
| 22 | is not accepted.                           |
| 23 | "(II) Producers who are im-                |
| 24 | PORTERS.—The administering author-         |
| 25 | ity may disregard the position of do-      |

1 mestic producers of a domestic like 2 product who are importers of the sub-3 ject merchandise.

"(ii) SPECIAL RULE FOR REGIONAL INDUSTRIES.—If the petition which led to the proposed suspension agreement alleges the industry is a regional industry, the administering authority shall determine whether the agreement is supported by or on behalf of the industry by applying paragraph (1)(C) on the basis of production in the region.

"(B) NATIONAL SECURITY EXCEPTION.—
In any case in which the administering authority determines that the domestic producers or workers who support the agreement do not account for more than 50 percent of the production of the domestic like product produced by those expressing an opinion on the agreement, the administering authority may accept the agreement, notwithstanding the provisions of paragraph (1)(C), if the President determines and certifies to the administering authority that failure to accept the agreement would undermine the national security interests of the

| 1  | United States or pose an extraordinary threat           |
|----|---|
| 2  | to the economy of the United States.".                  |
| 3  | SEC. 208. IMPACT OF SAFEGUARD DETERMINATIONS ON 5-      |
| 4  | YEAR REVIEW DETERMINATIONS.                             |
| 5  | Section 752(a) of the Tariff Act of 1930 (19 U.S.C.     |
| 6  | 1675a(a)) is amended by adding at the end the following |
| 7  | new paragraph:  |
| 8  | "(9) Impact of prior serious injury de-                 |
| 9  | TERMINATIONS.—  |
| 10 | "(A) Affirmative serious injury de-                     |
| 11 | TERMINATIONS.—If the Commission has re-                 |
| 12 | cently determined, under chapter 1 of title $\Pi$ of    |
| 13 | the Trade Act of 1974, that the domestic indus-         |
| 14 | try producing particular merchandise suffers            |
| 15 | from or is threatened with serious injury by            |
| 16 | reason of increased imports, the Commission             |
| 17 | shall apply a rebuttable presumption that mate-         |
| 18 | rial injury is ongoing for purposes of any 5-year       |
| 19 | review under section 751(c) involving the same          |
| 20 | merchandise. The Commission shall not treat             |
| 21 | the imposition of measures under chapter 1 of           |
| 22 | title II of the Trade Act of 1974 resulting from        |
| 23 | such an affirmative determination as reducing           |
| 24 | the likelihood of continuation or recurrence of         |
| 25 | material injury for purposes of the 5-year re-          |

view. For purposes of this subparagraph, the term 'recently' means within the 48-month period ending on the date on which the 5-year review is initiated.

"(B) Negative serious injury determined, under chapter 1 of title II of the Trade Act of 1974, that a domestic industry is not suffering from or threatened with serious injury by reason of increased imports, the Commission shall treat that determination as having no impact on the Commission's determination in a subsequent 5-year review under section 751(c) involving the same merchandise as to whether material injury is likely to continue or recur if an antidumping or countervailing duty order is lifted.".

#### 18 SEC. 209. REIMBURSEMENT OF DUTIES.

- 19 Section 772(d) of the Tariff Act of 1930 (19 U.S.C.
- 20 1677a(d)) is amended—
- 21 (1) by striking "and" at the end of paragraph
- (2);

5

6

7

8

9

10

11

12

13

14

15

16

- 23 (2) by striking the period at the end of para-
- graph (3) and inserting a semicolon; and

| 1 | (3) by      | adding | at | the | end | the | following | new |
|---|-------------|--------|----|-----|-----|-----|-----------|-----|
| 2 | paragraphs: |        |    |     |     |     |           |     |

- "(4) if the importer is the producer or exporter, or the importer and the producer or exporter are affiliated persons, an amount equal to the dumping margin calculated under section 771(35)(A), unless the producer or exporter is able to demonstrate that the importer was in no way reimbursed for any anti-dumping duties paid; and
- "(5) if the importer is the producer or exporter,

  or the importer and the producer or exporter are af
  filiated persons, an amount equal to the net

  countervailable subsidy calculated under section

  771(6), unless the producer or exporter is able to

  demonstrate that the importer was in no way reim
  bursed for any antidumping duties paid.".

#### 17 SEC. 210. TRANSACTIONS BETWEEN AFFILIATED PARTIES.

- Section 773(f) of the Tariff Act of 1930 (19 U.S.C.
- 19 1677b(f)) is amended—

3

5

6

7

8

9

20 (1) in paragraph (2), by striking "A trans-21 action" and inserting "Regardless of whether the ad-22 ministering authority determines to treat affiliated 23 persons as a single entity for other purposes, a 24 transaction"; and

| 1  | (2) in paragraph (3), by striking "If" and in-              |
|----|---|
| 2  | serting "Regardless of whether the administering            |
| 3  | authority determines to treat affiliated persons as a       |
| 4  | single entity for other purposes, if".                      |
| 5  | SEC. 211. PERISHABLE AGRICULTURAL PRODUCTS.                 |
| 6  | (a) Definition of Industries.—Section 771(4)(A)             |
| 7  | of the Tariff Act of 1930 (19 U.S.C. $1677(4)(A)$ ) is      |
| 8  | amended by adding at the end the following: "If the Com-    |
| 9  | mission determines that an agricultural product has a       |
| 10 | short shelf life and is a perishable product, the Commis-   |
| 11 | sion shall treat the producers of the product in a defined  |
| 12 | period or season as the domestic industry. If the sub-      |
| 13 | heading under the Harmonized Tariff Schedule of the         |
| 14 | United States for an agricultural product has a 6- or 8-    |
| 15 | digit classification based on the period of time during the |
| 16 | calendar year in which the product is harvested or im-      |
| 17 | ported, such periods of time constitute a defined period    |
| 18 | or season for purposes of this paragraph.".                 |
| 19 | (b) Determination of Injury.—Section                        |
| 20 | 771(7)(D) of the Tariff Act of 1930 (19 U.S.C.              |
| 21 | 1677(7)(D)) is amended by adding at the end the fol-        |
| 22 | lowing new clauses:   |
| 23 | "(iii) In the case of an agricultural in-                   |
| 24 | dustry involving a perishable product with                  |
| 25 | a short shelf life, if a request for seasonal               |

| 1  | evaluation has been made by the peti-                        |
|----|--|
| 2  | tioners, the Commission shall consider the                   |
| 3  | factors in subparagraph (C) on a seasonal                    |
| 4  | basis during the period identified as rel-                   |
| 5  | evant.   |
| 6  | "(iv) In the case of agricultural prod-                      |
| 7  | ucts, partially picked or unpicked crops                     |
| 8  | and abandoned acreage may be considered                      |
| 9  | in lieu of other measures of capacity and                    |
| 10 | capacity utilization.  |
| 11 | "(v) The impact of other factors, such                       |
| 12 | as weather, on agricultural production and                   |
| 13 | producers shall not be weighed against the                   |
| 14 | contribution of the imported subject mer-                    |
| 15 | chandise to the condition of the domestic                    |
| 16 | industry.".  |
| 17 | SEC. 212. FULL RECOGNITION OF SUBSIDY CONFERRED              |
| 18 | THROUGH PROVISION OF GOODS AND SERV-                         |
| 19 | ICES AND PURCHASE OF GOODS.                                  |
| 20 | Section 771(5)(E) of the Tariff Act of 1930 (19              |
| 21 | U.S.C. 1677(5)(E)) is amended by adding at the end the       |
| 22 | following: "If transactions in the country which is the sub- |
| 23 | ject of the investigation or review do not reflect market    |
| 24 | conditions due to government action associated with provi-   |
| 25 | sion of the goods or service or purchase of the goods, de-   |

| 1  | termination of the adequacy of remuneration shall be        |
|----|---|
| 2  | through comparison with the most comparable market          |
| 3  | price elsewhere in the world.".                             |
| 4  | TITLE III—STEEL IMPORT                                      |
| 5  | NOTIFICATION  |
| 6  | SEC. 301. STEEL IMPORT NOTIFICATION AND MONITORING          |
| 7  | PROGRAM.  |
| 8  | (a) In General.—Not later than 30 days after the            |
| 9  | date of enactment of this Act, the Secretary of Commerce,   |
| 10 | in consultation with the Secretary of the Treasury, shall   |
| 11 | establish and implement a steel import notification and     |
| 12 | monitoring program. The program shall include a require-    |
| 13 | ment that any person importing a product classified under   |
| 14 | chapter 72 or 73 of the Harmonized Tariff Schedule of       |
| 15 | the United States obtain an import notification certificate |
| 16 | before such products are entered into the United States.    |
| 17 | (b) STEEL IMPORT NOTIFICATION CERTIFICATES.—                |
| 18 | (1) In general.—In order to obtain a steel                  |
| 19 | import notification certificate, an importer shall sub-     |
| 20 | mit to the Secretary of Commerce an application             |
| 21 | containing—   |
| 22 | (A) the importer's name and address;                        |
| 23 | (B) the name and address of the supplier                    |
| 24 | of the goods to be imported;                                |

| 1  | (C) the name and address of the producer         |
|----|--|
| 2  | of the goods to be imported;                     |
| 3  | (D) the country of origin of the goods;          |
| 4  | (E) the country from which the goods are         |
| 5  | to be imported;                                  |
| 6  | (F) the United States Customs port of            |
| 7  | entry where the goods will be entered;           |
| 8  | (G) the expected date of entry of the goods      |
| 9  | into the United States;                          |
| 10 | (H) a description of the goods, including        |
| 11 | the classification of such goods under the Har-  |
| 12 | monized Tariff Schedule of the United States;    |
| 13 | (I) the quantity (in kilograms and net           |
| 14 | tons) of the goods to be imported;               |
| 15 | (J) the cost insurance freight (CIF) and         |
| 16 | free alongside ship (FAS) values of the goods to |
| 17 | be entered;                                      |
| 18 | (K) whether the goods are being entered          |
| 19 | for consumption or for entry into a bonded       |
| 20 | warehouse or foreign trade zone;                 |
| 21 | (L) a certification that the information         |
| 22 | furnished in the certificate application is cor- |
| 23 | rect; and  |

- 1 (M) any other information the Secretary of 2 Commerce determines to be necessary and ap-3 propriate.
  - (2) Entry into customs territory.—In the case of merchandise classified under chapter 72 or 73 of the Harmonized Tariff Schedule of the United States that is initially entered into a bonded warehouse or foreign trade zone, a steel import notification certificate shall be required before the merchandise is entered into the customs territory of the United States.
  - (3) Issuance of Steel import notification certificate.—The Secretary of Commerce shall issue a steel import notification certificate to any person who files an application that meets the requirements of this section. Such certificate shall be valid for a period of 30 days from the date of issuance.

# (c) Statistical Information.—

- (1) IN GENERAL.—The Secretary of Commerce shall compile and publish on a weekly basis information described in paragraph (2).
- (2) Information described in this paragraph means information obtained from steel import notification certificate ap-

- 1 plications concerning steel imported into the United 2 States and includes with respect to such imports the 3 Harmonized Tariff Schedule of the United States classification (to the tenth digit), the country of origin, the port of entry, quantity, value of steel im-5 6 ported, and whether the imports are entered for con-7 sumption or are entered into a bonded warehouse or 8 foreign trade zone. Such information shall also be 9 compiled in aggregate form and made publicly avail-10 able by the Secretary of Commerce on a weekly basis 11 by public posting through an Internet website. The 12 information provided under this section shall be in 13 addition to any information otherwise required by 14 law.
- 15 (d) FEES.—The Secretary of Commerce may pre-16 scribe reasonable fees and charges to defray the costs of 17 carrying out the provisions of this section, including a fee 18 for issuing a certificate under this section.
- 19 (e) SINGLE PRODUCER AND EXPORTER COUN20 TRIES.—Notwithstanding any other provision of law, the
  21 Secretary of Commerce shall make publicly available all
  22 information required to be released pursuant to subsection
  23 (c), including information obtained regarding imports
  24 from a foreign producer or exporter that is the only pro-

- 1 ducer or exporter of goods subject to this section from a
- 2 foreign country.
- 3 (f) REGULATIONS.—The Secretary of Commerce may
- 4 prescribe such rules and regulations relating to the steel
- 5 import notification and monitoring program as may be
- 6 necessary to carry out the provisions of this section.

 $\bigcirc$