S. 922

To prohibit the use of the "Made in USA" label on products of the Commonwealth of the Northern Mariana Islands and to deny such products duty-free and quota-free treatment.

IN THE SENATE OF THE UNITED STATES

APRIL 29, 1999

Mr. Abraham (for himself and Mr. Hollings) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To prohibit the use of the "Made in USA" label on products of the Commonwealth of the Northern Mariana Islands and to deny such products duty-free and quota-free treatment.

- 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 "Made in USA Label
- 5 Defense Act of 1999".
- 6 SEC. 2. FINDINGS.
- 7 The Congress finds that—

- 1 (1) manufacturing facilities in the Common2 wealth of the Northern Mariana Islands (in this Act
 3 referred to as the "CNMI") are misleading con4 sumers in the United States by promoting their
 5 products as "made in the USA" when these prod6 ucts are in fact made in the CNMI by foreign work7 ers using foreign materials under foreign super8 vision;
 - (2) the misuse of United States-origin claims on these products is a fraud and deception on patriotic consumers in the United States, who rely on the truth of these claims and who look for this label in order to support the United States and jobs in this country;
 - (3) these goods, which receive duty-free treatment and which unfairly compete against products actually made in the United States, thereby destroying the jobs of tens of thousands of workers throughout the United States, are currently being exported by the CNMI to the United States in amounts valued at more than \$1,000,000,000;
 - (4) United States taxpayers are being forced to unfairly subsidize these foreign-produced goods in the amount of at least \$200,000,000 annually as a

- result of the unfair duty-free treatment they now enjoy, unlike other goods produced in Asia;
- (5) the CNMI has not only refused to control foreign immigration into its territory, but has aggressively encouraged the importation of low-wage foreign workers to the extent that these workers now comprise a majority of CNMI's population and over 90 percent of its private sector work force;
 - (6) in the CNMI, many foreign workers have been required to sign contracts with representatives of the People's Republic of China which forbid participation in religious and political activities and which prohibit workers from dating or marrying while in United States territory; and
 - (7) the CNMI has consistently ignored repeated warnings from the United States Government regarding the importation and exploitation of these workers.

19 SEC. 3. RESTRICTIONS ON GOODS IMPORTED FROM

- 20 NORTHERN MARIANA ISLANDS.
- The joint resolution entitled "Joint Resolution to ap-
- 22 prove the 'Covenant To Establish a Commonwealth of the
- 23 Northern Mariana Islands in Political Union with the
- 24 United States of America', and for other purposes', ap-

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- 1 proved March 24, 1976 (48 U.S.C. 1801 et seq.), is
- 2 amended by adding at the end the following new sections:
- 3 "SEC. 7. PROHIBITION ON IDENTIFICATION OF CERTAIN
- 4 GOODS AS MADE IN THE UNITED STATES.
- 5 "Notwithstanding any other provision of law, no
- 6 product that is made in the Northern Mariana Islands
- 7 shall have a stamp, tag, label, or other means of identifica-
- 8 tion or substitute therefor on or affixed to the product
- 9 stating 'Made in the USA' or otherwise stating or imply-
- 10 ing that the product was made or assembled in the United
- 11 States.
- 12 "SEC. 8. DUTY-FREE TREATMENT OF PRODUCTS PRODUCED
- 13 BY UNITED STATES CITIZENS.
- "Notwithstanding General Note 3(a)(iv) of the Har-
- 15 monized Tariff Schedule of the United States, any provi-
- 16 sion of the covenant set forth in the first section of this
- 17 joint resolution, or any other provision of law, no product
- 18 that is made in the Northern Mariana Islands shall be
- 19 admitted free of duty or quotas into the customs territory
- 20 of the United States as the product of a United States
- 21 insular possession.".
- 22 SEC. 4. EFFECTIVE DATE.
- The amendments made by this Act apply to goods
- 24 entered, or withdrawn from warehouse for consumption,

- 1 on or after the 15th day after the date of enactment of
- 2 this Act.

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