112TH CONGRESS 1ST SESSION

H. R. 1749

To enhance reciprocal market access for United States domestic producers in the negotiating process of bilateral, regional, and multilateral trade agreements.

IN THE HOUSE OF REPRESENTATIVES

May 5, 2011

Ms. Slaughter (for herself, Mr. Defazio, Mr. Michaud, Ms. Moore, Mr. Jones, Mr. Dingell, Mr. Higgins, Mr. Lipinski, Mr. Tonko, Ms. Sutton, Mr. Hinchey, Mr. Kildee, Mr. Johnson of Georgia, Mr. Hastings of Florida, Mr. Kucinich, Mr. Filner, Ms. Kaptur, Mr. McIntyre, Mr. Kissell, Ms. Delauro, Mr. Ryan of Ohio, Ms. Clarke of New York, Mr. Garamendi, Mr. Lewis of Georgia, Ms. Pingree of Maine, Mr. Jackson of Illinois, Mr. Braley of Iowa, Mr. Critz, Mr. Grijalva, Mr. Clay, Mr. Gene Green of Texas, Mr. Israel, Mr. Olver, Mr. George Miller of California, Ms. Woolsey, and Mr. Capuano) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To enhance reciprocal market access for United States domestic producers in the negotiating process of bilateral, regional, and multilateral trade agreements.

- 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 "Reciprocal Market Ac-
- 5 cess Act of 2011".

1 SEC. 2. FINDINGS AND PURPOSE.

- 2 (a) FINDINGS.—Congress finds the following:
- (1) One of the fundamental tenets of the World Trade Organization (WTO) is reciprocal market ac-cess. This principle is underscored in the Marrakesh Agreement Establishing the World Trade Organiza-tion which called for "entering into reciprocal and mutually advantageous arrangements directed to the substantial reduction of tariffs and other barriers to trade and to the elimination of discriminatory treat-ment in international trade relations".
 - (2) The American people have a right to expect that the promises that trade negotiators and policy makers offer in terms of the market access opportunities that will be available to United States businesses and their employees if trade agreements are reached, will, in fact, be realized. A results-oriented approach must form the basis of future trade negotiations that includes verification procedures to ensure that the promised market access is achieved and that reciprocal trade benefits result.
 - (3) With each subsequent round of bilateral, regional, and multilateral trade negotiations, tariffs have been significantly reduced or eliminated for many manufactured goods, leaving nontariff barriers as the most pervasive, significant, and challenging

- barriers to United States exports and market opportunities.
- 3 (4) The United States market is widely recog-4 nized as one of the most open markets in the world. 5 Average United States tariff rates are very low and 6 the United States has limited, if any, nontariff bar-7 riers.
 - (5) Often the only leverage the United States has to obtain the reduction or elimination of non-tariff barriers imposed by foreign countries is to negotiate the amount of tariffs the United States imposes on imports from those foreign countries.
 - (6) Under the current negotiating process, negotiations to reduce or eliminate tariff barriers and nontariff barriers are separate and self-contained, meaning that tradeoffs are tariff-for-tariff and non-tariff-for-nontariff. As a result, a tariff can be reduced or eliminated without securing elimination of the real barrier or barriers that deny United States businesses access to a foreign market.
- 21 (b) Purpose.—The purpose of this Act is to require 22 that United States trade negotiations achieve measurable 23 results for United States businesses by ensuring that 24 trade agreements result in expanded market access for

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1	United States exports and not solely the elimination of)f
2	ariffs on goods imported into the United States.	

- SEC. 3. LIMITATION ON AUTHORITY TO REDUCE OR ELIMI-
- 4 NATE RATES OF DUTY PURSUANT TO CER-
- 5 TAIN TRADE AGREEMENTS.
- 6 (a) LIMITATION.—Notwithstanding any other provi-
- 7 sion of law, on or after the date of the enactment of this
- 8 Act, the President may not agree to a modification of an
- 9 existing duty that would reduce or eliminate the bound
- 10 or applied rate of such duty on any product in order to
- 11 carry out a trade agreement entered into between the
- 12 United States and a foreign country until the President
- 13 transmits to Congress a certification described in sub-
- 14 section (b).
- 15 (b) Certification.—A certification referred to in
- 16 subsection (a) is a certification by the President that—
- 17 (1) the United States has obtained the reduc-
- tion or elimination of tariff and nontariff barriers
- and policies and practices of the government of a
- foreign country described in subsection (a) with re-
- 21 spect to United States exports of any product identi-
- 22 field by United States domestic producers as having
- 23 the same physical characteristics and uses as the
- product for which a modification of an existing duty

1 is sought by the President as described in subsection 2 (a); and 3 (2) a violation of any provision of the trade agreement described in subsection (a) relating to the matters described in paragraph (1) is immediately 6 enforceable in accordance with the provisions of sec-7 tion 4. 8 SEC. 4. ENFORCEMENT PROVISIONS. 9 (a) WITHDRAWAL OF TARIFF CONCESSIONS.—If the 10 President does agree to a modification described in section 3(a), and the United States Trade Representative deter-11 12 mines pursuant to subsection (c) that— 13 (1) a tariff or nontariff barrier or policy or 14 practice of the government of a foreign country de-15 scribed in section 3(a) has not been reduced or 16 eliminated, or 17 (2) a tariff or nontariff barrier or policy or 18 practice of such government has been imposed or 19 discovered, the modification shall be withdrawn until such time as the 20 21 United States Trade Representative submits to Congress 22 a certification described in section 3(b)(1). 23 (b) Investigation.— 24 (1) IN GENERAL.—The United States Trade 25 Representative shall initiate an investigation if an

- interested party files a petition with the United
 States Trade Representative which alleges the elements necessary for the withdrawal of the modification of an existing duty under subsection (a), and
 which is accompanied by information reasonably
 available to the petitioner supporting such allegations.
 - (2) Interested party defined.—For purposes of paragraph (1), the term "interested party" means—
 - (A) a manufacturer, producer, or wholesaler in the United States of a domestic product that has the same physical characteristics and uses as the product for which a modification of an existing duty is sought;
 - (B) a certified union or recognized union or group of workers engaged in the manufacture, production, or wholesale in the United States of a domestic product that has the same physical characteristics and uses as the product for which a modification of an existing duty is sought;
 - (C) a trade or business association a majority of whose members manufacture, produce, or wholesale in the United States a domestic

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1	product that has the same physical characteris-
2	tics and uses as the product for which a modi-
3	fication of an existing duty is sought; and
4	(D) a member of the Committee on Ways
5	and Means of the House of Representatives or
6	a member of the Committee on Finance of the
7	Senate.
8	(c) Determination by USTR.—Not later than 45
9	days after the date on which a petition is filed under sub-
10	section (b), the United States Trade Representative
11	shall—
12	(1) determine whether the petition alleges the
13	elements necessary for the withdrawal of the modi-
14	fication of an existing duty under subsection (a);
15	and
16	(2) notify the petitioner of the determination
17	under paragraph (1) and the reasons for the deter-
18	mination.
19	SEC. 5. MARKET ACCESS ASSESSMENT BY INTERNATIONAL
20	TRADE COMMISSION.
21	(a) IN GENERAL.—The International Trade Commis-
22	sion shall conduct an assessment of the impact of each
23	proposed trade agreement between the United States and
24	a foreign country on tariff and nontariff barriers and poli-
25	cies and practices of the government of the foreign country

- 1 with respect to United States exports of any product iden-
- 2 tified by United States domestic producers as having the
- 3 same physical characteristics and uses as the product for
- 4 which a modification of an existing duty is sought by the
- 5 President as described in section 4(a).
- 6 (b) IDENTIFICATION.—In conducting the assessment
- 7 under subsection (a), the International Trade Commission
- 8 shall identify the tariff and nontariff barriers and policies
- 9 and practices for such products that exist in the foreign
- 10 country and the expected opportunities for exports from
- 11 the United States to the foreign country if existing tariff
- 12 and nontariff barriers and policies and practices are elimi-
- 13 nated.
- (c) Consultation.—In conducting the assessment
- 15 under subsection (a), the International Trade Commission
- 16 shall, as appropriate, consult with and seek to obtain rel-
- 17 evant documentation from United States domestic pro-
- 18 ducers of products having the same physical characteris-
- 19 ties and uses as the product for which a modification of
- 20 an existing duty is sought by the President as described
- 21 in section 4(a).
- 22 (d) Report.—Not later than 45 days before the date
- 23 on which negotiations for a proposed trade agreement de-
- 24 scribed in subsection (a) are initiated, the International
- 25 Trade Commission shall submit to the United States

- 1 Trade Representative, the Secretary of Commerce, and
- 2 Congress a report on the proposed trade agreement that
- 3 contains the assessment under subsection (a) conducted
- 4 with respect to such proposed trade agreement. The report
- 5 shall be submitted in unclassified form, but may contain
- 6 a classified annex if necessary.

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