#### 112TH CONGRESS 1ST SESSION

# S. 708

To renew and extend the provisions relating to identification of trade enforcement priorities, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

March 31, 2011

Mr. Brown of Ohio (for himself, Ms. Stabenow, and Mr. Casey) introduced the following bill; which was read twice and referred to the Committee on Finance

## A BILL

To renew and extend the provisions relating to identification of trade enforcement priorities, and for other purposes.

- 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 "Trade Enforcement
- 5 Priorities Act".
- 6 SEC. 2. IDENTIFICATION OF TRADE ENFORCEMENT PRIOR-
- 7 ITIES.
- 8 (a) IN GENERAL.—Section 310 of the Trade Act of
- 9 1974 (19 U.S.C. 2420) is amended to read as follows:

### 1 "SEC. 310. IDENTIFICATION OF TRADE ENFORCEMENT PRI-2 ORITIES. 3 "(a) Identification and Annual Report.—Not later than 75 days after the date that the National Trade 5 Estimate under section 181(b) is required to be submitted each calendar year, the United States Trade Representa-6 7 tive shall— "(1) identify the trade enforcement priorities of 8 9 the United States; 10 "(2) identify trade enforcement actions that the 11 United States has taken during the previous year 12 and provide an assessment of the impact those en-13 forcement actions have had in addressing foreign 14 trade barriers; "(3) identify the priority foreign country trade 15 16 practices on which the Trade Representative will 17 focus the trade enforcement efforts of the United 18 States during the upcoming year; and 19 "(4) submit to the Committee on Finance of 20 the Senate and the Committee on Ways and Means 21 of the House of Representatives and publish in the 22 Federal Register a report on the priorities, actions, 23 assessments, and practices identified in paragraphs 24 (1), (2), and (3).

1	"(b) Factors To Consider.—In identifying pri-
2	ority foreign country trade practices under subsection
3	(a)(3), the Trade Representative shall—
4	"(1) focus on those practices the elimination of
5	which is likely to have the most significant potential
6	to increase United States economic growth; and
7	"(2) concentrate on United States trading part-
8	ners—
9	"(A) that represent the largest trade def-
10	icit in dollar value with the United States, ex-
11	cluding petroleum and petroleum products;
12	"(B) whose practices have the most nega-
13	tive impact on maintaining and creating United
14	States jobs, wages, and productive capacity;
15	and
16	"(C) whose practices limit market access
17	for United States goods and services; and
18	"(3) take into account all relevant factors, in-
19	cluding—
20	"(A) the major barriers and trade dis-
21	torting practices described in the most recent
22	National Trade Estimate required under section
23	181(b);
24	"(B) the findings and practices described
25	in the most recent report required under—

1	"(i) section 182;
2	"(ii) section 1377 of the Omnibus
3	Trade and Competitiveness Act of 1988
4	(19 U.S.C. 3106);
5	"(iii) section 3005 of the Omnibus
6	Trade and Competitiveness Act of 1988
7	(22 U.S.C. 5305); and
8	"(iv) section 421 of the U.SChina
9	Relations Act of 2000 (22 U.S.C. 6951);
10	"(C) the findings and practices described
11	in any other report addressing international
12	trade and investment barriers prepared by the
13	Trade Representative, the Department of Com-
14	merce, the Department of Labor, the Depart-
15	ment of Agriculture, and the Department of
16	State, or any other agency or congressional
17	commission during the 12 months preceding the
18	date on which the report described in subsection
19	(a)(4) is required to be submitted;
20	"(D) a foreign country's compliance with
21	its obligations under any trade agreements to
22	which both the foreign country and the United
23	States are parties;

1	"(E) a foreign country's compliance with
2	its obligations under internationally recognized
3	sanitary and phytosanitary standards;
4	"(F) the international competitive position
5	and export potential of United States products
6	and services; and
7	"(G) the enforcement of customs laws re-
8	lating to anticircumvention and transshipment.
9	"(c) Consultation.—
10	"(1) In general.—Not later than 90 days
11	after the date that the National Trade Estimate
12	under section 181(b) is required to be submitted, the
13	Trade Representative shall consult with the Com-
14	mittee on Finance of the Senate and the Committee
15	on Ways and Means of the House of Representatives
16	with respect to the priorities, actions, assessments,
17	and practices required to be identified in the report
18	under subsection (a).
19	"(2) Vote of committee.—If, as a result of
20	the consultations described in paragraph (1), either
21	the Committee on Finance of the Senate or the
22	Committee on Ways and Means of the House of
23	Representatives requests identification of a priority
24	foreign country trade practice by majority vote of

the Committee, the Trade Representative shall in-

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clude such identification in the report required under subsection (a).

> "(3) DETERMINATION NOT TO INCLUDE PRI-ORITY FOREIGN COUNTRY TRADE PRACTICES.—The Trade Representative may determine not to include the priority foreign country trade practice requested under paragraph (2) in the report required under subsection (a) only if the Trade Representative finds that—

"(A) such practice is already being addressed under provisions of United States trade law, under the Uruguay Round Agreements (as defined in section 2(7) of the Uruguay Round Agreements Act (19 U.S.C. 3501(7))), under a bilateral or regional trade agreement, or as part of trade negotiations with that foreign country or other countries, and progress is being made toward the elimination of such practice; or

"(B) identification of such practice as a priority foreign country trade practice would be contrary to the interests of United States trade policy.

"(4) REASONS FOR DETERMINATION.—In the case of a determination made pursuant to paragraph (3), the Trade Representative shall set forth in de-

tail the reasons for that determination in the report required under subsection (a).

"(5) Report to be publicly available.—
The Trade Representative shall publish the report required under subsection (a) in the Federal Register.

### "(d) Investigation and Resolution.—

"(1) IN GENERAL.—Not later than 120 days after the report required under subsection (a) is submitted, the Trade Representative shall engage in negotiations with the country concerned in accordance with paragraph (2) or (3), as the case may be, to resolve the practices identified in the report.

"(2) ACTIONS WITH RESPECT TO PRACTICES OF MEMBERS OF THE WORLD TRADE ORGANIZATION OR COUNTRIES WITH WHICH THE UNITED STATES HAS A TRADE AGREEMENT IN EFFECT.—In the case of any priority foreign country trade practice identified under subsection (a) of a country that is a member of the World Trade Organization or a country with which the United States has a bilateral or regional trade agreement in effect, the Trade Representative shall, not later than 120 days after the date that the report described in subsection (a) is submitted—

1	"(A)(i) initiate dispute settlement consulta-
2	tions in the World Trade Organization; or
3	"(ii) initiate dispute settlement consulta-
4	tions under the applicable provisions of the bi-
5	lateral or regional trade agreement;
6	"(B) seek to negotiate an agreement that
7	provides for the elimination of the priority for-
8	eign country trade practice or, if elimination of
9	the practice is not feasible, an agreement that
10	provides for compensatory trade benefits; or
11	"(C) take any other action necessary to fa-
12	cilitate the elimination of the priority foreign
13	country trade practice.
14	"(3) ACTIONS WITH RESPECT TO PRACTICES OF
15	OTHER COUNTRIES.—In the case of any priority for-
16	eign country trade practice identified under sub-
17	section (a) of a country that is not described in
18	paragraph (2), the Trade Representative shall, not
19	later than 120 days after the report described in
20	subsection (a) is submitted—
21	"(A) initiate an investigation under section
22	302(b)(1);
23	"(B) seek to negotiate an agreement that
24	provides for the elimination of the priority for-
25	eign country trade practice or, if elimination of

the practice is not feasible, an agreement that provides for compensatory trade benefits; or

"(C) take any other action necessary to eliminate the priority foreign country trade practice.

### "(e) Additional Reporting.—

"(1) Report by trade representative.—
Not later than 180 days after the date of the enactment of this section, and every 180 days thereafter, the Trade Representative shall report to the Committee on Finance of the Senate and the Committee on Ways and Means of the House of Representatives on the progress being made to realize the trade enforcement priorities identified in subsection (a)(1) and the steps being taken to address the priority foreign country trade practices identified in subsection (a)(3).

"(2) Report by Government account-Ability Office.—Not later than 2 years after the date of the enactment of this section, and every 2 years thereafter, the Comptroller General of the United States shall submit to the Committee on Finance of the Senate and the Committee on Ways and Means of the House of Representatives a report assessing the actions taken by the Trade Represent-

- 1 ative to realize the trade enforcement priorities iden-
- 2 tified in subsection (a)(1) and the steps being taken
- 3 to address the priority foreign country trade prac-
- 4 tices identified in subsection (a)(3).".
- 5 (b) Conforming Amendment.—The table of con-
- 6 tents for the Trade Act of 1974 is amended by striking
- 7 the item relating to section 310, and inserting the fol-
- 8 lowing new item:

"Sec. 310. Identification of trade enforcement priorities.".

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