# <sup>108TH CONGRESS</sup> 1ST SESSION S. 1110

To amend the Trade Act of 1974 to provide trade adjustment assistance for communities, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

May 22, 2003

Mr. BINGAMAN (for himself, Mr. BAUCUS, Mr. ROCKEFELLER, Mr. DASCHLE, Mrs. MURRAY, Ms. CANTWELL, Mr. DAYTON, Mr. LIEBERMAN, Mrs. LIN-COLN, and Mrs. FEINSTEIN) introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

- To amend the Trade Act of 1974 to provide trade adjustment assistance for communities, 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 Adjustment As-
- 5 sistance for Communities Act of 2003".

#### 6 SEC. 2. PURPOSE.

7 The purpose of this Act is to assist communities neg8 atively impacted by trade with economic adjustment
9 through the integration of political and economic organiza-

tions, the coordination of Federal, State, and local re sources, the creation of community-based development
 strategies, and the provision of economic transition assist ance.

5 SEC. 3. TRADE ADJUSTMENT ASSISTANCE FOR COMMU-6 NITIES.

7 Chapter 4 of title II of the Trade Act of 1974 (19
8 U.S.C. 2371 et seq.) is amended to read as follows:

### 9 **"CHAPTER 4—TRADE ADJUSTMENT**

10 ASSISTANCE FOR COMMUNITIES

#### 11 **"SEC. 271. DEFINITIONS.**

12 "In this chapter:

13 "(1) AFFECTED DOMESTIC PRODUCER.—The 14 term 'affected domestic producer' means any manu-15 facturer, producer, farmer, rancher, fisherman or 16 worker representative (including associations of such 17 persons) that was affected by a finding under the 18 Antidumping Act of 1921, or by an antidumping or 19 countervailing duty order issued under title VII of 20 the Tariff Act of 1930.

21 "(2) AGRICULTURAL COMMODITY PRODUCER.—
22 The term 'agricultural commodity producer' has the
23 same meaning as the term 'person' as prescribed by
24 regulations promulgated under section 1001(5) of
25 the Food Security Act of 1985 (7 U.S.C. 1308(5)).

1	"(3) Community.—The term 'community'
2	means a city, county, or other political subdivision of
3	a State or a consortium of political subdivisions of
4	a State that the Secretary certifies as being nega-
5	tively impacted by trade.
6	"(4) Community negatively impacted by
7	TRADE.—A community negatively impacted by trade
8	means a community with respect to which a deter-
9	mination has been made under section 273.
10	"(5) ELIGIBLE COMMUNITY.—The term 'eligible
11	community' means a community certified under sec-
12	tion 273 for assistance under this chapter.
13	"(6) FISHERMAN.—
14	"(A) IN GENERAL.—The term 'fisherman'
15	means any person who—
16	"(i) is engaged in commercial fishing;
17	or
18	"(ii) is a United States fish processor.
19	"(B) Commercial fishing, fish, fish-
20	ERY, FISHING, FISHING VESSEL, PERSON, AND
21	UNITED STATES FISH PROCESSOR.—The terms
22	'commercial fishing', 'fish', 'fishery', 'fishing',
23	'fishing vessel', 'person', and 'United States fish
24	processor' have the same meanings as such
25	terms have in the Magnuson-Stevens Fishery

1	Conservation and Management Act (16 U.S.C.
2	1802).
3	"(7) JOB LOSS.—The term 'job loss' means the
4	total or partial separation of an individual, as those
5	terms are defined in section 247.
6	"(8) Secretary.—The term 'Secretary' means
7	the Secretary of Commerce.
8	"SEC. 272. COMMUNITY TRADE ADJUSTMENT ASSISTANCE
9	PROGRAM.
10	"(a) ESTABLISHMENT.—Within 6 months after the
11	date of enactment of the Trade Adjustment Assistance for
12	Communities Act of 2003, the Secretary shall establish a
13	Trade Adjustment Assistance for Communities Program
14	at the Department of Commerce.
15	"(b) PERSONNEL.—The Secretary shall designate
16	such staff as may be necessary to carry out the respon-
17	sibilities described in this chapter.
18	"(c) Coordination of Federal Response.—The
19	Secretary shall—
20	"(1) provide leadership, support, and coordina-
21	tion for a comprehensive management program to
22	address economic dislocation in eligible communities;
23	((2) coordinate the Federal response to an eli-
24	gible community—

1	"(A) by identifying all Federal, State, and
2	local resources that are available to assist the
3	eligible community in recovering from economic
4	distress;
5	"(B) by ensuring that all Federal agencies
6	offering assistance to an eligible community do
7	so in a targeted, integrated manner that en-
8	sures that an eligible community has access to
9	all available Federal assistance;
10	"(C) by assuring timely consultation and
11	cooperation between Federal, State, and re-
12	gional officials concerning economic adjustment
13	for an eligible community; and
14	"(D) by identifying and strengthening ex-
15	isting agency mechanisms designed to assist eli-
16	gible communities in their efforts to achieve
17	economic adjustment and workforce reemploy-
18	ment;
19	"(3) provide comprehensive technical assistance
20	to any eligible community in the efforts of that com-
21	munity to—
22	"(A) identify serious economic problems in
23	the community that are the result of negative
24	impacts from trade;

1	"(B) integrate the major groups and orga-
2	nizations significantly affected by the economic
3	adjustment;
4	"(C) access Federal, State, and local re-
5	sources designed to assist in economic develop-
6	ment and trade adjustment assistance;
7	"(D) diversify and strengthen the commu-
8	nity economy; and
9	"(E) develop a community-based strategic
10	plan to address economic development and
11	workforce dislocation, including unemployment
12	among agricultural commodity producers, and
13	fishermen;
14	"(4) establish specific criteria for submission
15	and evaluation of a strategic plan submitted under
16	section $274(d)$ ;
17	((5) establish specific criteria for submitting
18	and evaluating applications for grants under section
19	275;
20	"(6) administer the grant programs established
21	under sections 274 and 275; and
22	"(7) establish an interagency Trade Adjustment
23	Assistance for Communities Working Group, con-
24	sisting of the representatives of any Federal depart-
25	ment or agency with responsibility for economic ad-

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justment assistance, including the Department of 1 2 Agriculture, the Department of Education, the De-3 partment of Labor, the Department of Housing and 4 Urban Development, the Department of Health and 5 Human Services, the Small Business Administra-6 tion, the Department of the Treasury, the Depart-7 ment of Commerce, and any other Federal, State, or 8 regional department or agency the Secretary deter-9 mines necessary or appropriate.

#### 10 "SEC. 273. CERTIFICATION AND NOTIFICATION.

11 "(a) CERTIFICATION.—Not later than 45 days after 12 an event described in subsection (c)(1), the Secretary of 13 Commerce shall determine if a community described in 14 subsection (b)(1) is negatively impacted by trade, and if 15 a positive determination is made, shall certify the commu-16 nity for assistance under this chapter.

17 "(b) DETERMINATION THAT COMMUNITY IS ELIGI-18 BLE.—

19 "(1) COMMUNITY DESCRIBED.—A community
20 described in this paragraph means a community
21 with respect to which on or after October 1, 2003—
22 "(A) the Secretary of Labor certifies a
23 group of workers (or their authorized represent24 ative) in the community as eligible for assist25 ance pursuant to section 223;

1	"(B) the Secretary of Commerce certifies a
2	firm located in the community as eligible for
3	adjustment assistance under section 251;
4	"(C) the Secretary of Agriculture certifies
5	a group of agricultural commodity producers
6	(or their authorized representative) in the com-
7	munity as eligible for adjustment assistance
8	under section 293;
9	"(D) an affected domestic producer is lo-
10	cated in the community; or
11	"(E) the Secretary determines that a sig-
12	nificant number of fishermen in the community
13	is negatively impacted by trade.
14	"(2) Negatively impacted by trade.—The
15	Secretary shall determine that a community is nega-
16	tively impacted by trade, after taking into consider-
17	ation—
18	"(A) the number of jobs affected compared
19	to the size of workforce in the community;
20	"(B) the severity of the rates of unemploy-
21	ment in the community and the duration of the
22	unemployment in the community;
23	"(C) the income levels and the extent of
24	underemployment in the community;

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1	"(D) the outmigration of population from
2	the community and the extent to which the out-
3	migration is causing economic injury in the
4	community; and
5	((E) the unique problems and needs of the
6	community.
7	"(c) Definition and Special Rules.—
8	"(1) Event described.—An event described
9	in this paragraph means one of the following:
10	"(A) A notification described in paragraph
11	(2).
12	"(B) A certification of a firm under section
13	251.
14	"(C) A finding under the Antidumping Act
15	of 1921, or an antidumping or countervailing
16	duty order issued under title VII of the Tariff
17	Act of 1930.
18	"(D) A determination by the Secretary
19	that a significant number of fishermen in a
20	community have been negatively impacted by
21	trade.
22	"(2) NOTIFICATION.—The Secretary of Labor,
23	immediately upon making a determination that a
24	group of workers is eligible for trade adjustment as-
25	sistance under section 223, (or the Secretary of Ag-

riculture, immediately upon making a determination
 that a group of agricultural commodity producers is
 eligible for adjustment assistance under section 293,
 as the case may be) shall notify the Secretary of
 Commerce of the determination.

"(3) LOOK BACK.—In any case in which an 6 7 event described in paragraph (1) occurred on or 8 after January 1, 1998, and before the effective date 9 of this chapter, the Secretary shall, not later than 10 45 days after such effective date, determine whether 11 the community is negatively impacted by trade, and 12 if a positive determination is made, shall certify the 13 community for assistance under this chapter.

14 "(d) NOTIFICATION TO ELIGIBLE COMMUNITIES.—
15 Immediately upon certification by the Secretary of Com16 merce that a community is eligible for assistance under
17 subsection (b), the Secretary shall notify the community—

18 "(1) of the determination under subsection (b);
19 "(2) of the provisions of this chapter;

20 "(3) how to access the clearinghouse established
21 by the Department of Commerce regarding available
22 economic assistance;

23 "(4) how to obtain technical assistance provided
24 under section 272(c)(3); and

"(5) how to obtain grants, tax credits, low in come loans, and other appropriate economic assist ance.

#### 4 "SEC. 274. STRATEGIC PLANS.

5 "(a) IN GENERAL.—An eligible community may de6 velop a strategic plan for community economic adjustment
7 and diversification.

8 "(b) REQUIREMENTS FOR STRATEGIC PLAN.—A
9 strategic plan shall contain, at a minimum, the following:
10 "(1) A description and justification of the ca11 pacity for economic adjustment, including the meth12 od of financing to be used.

"(2) A description of the commitment of the
community to the strategic plan over the long term
and the participation and input of groups affected
by economic dislocation.

17 "(3) A description of the projects to be under-18 taken by the eligible community.

"(4) A description of how the plan and the
projects to be undertaken by the eligible community
will lead to job creation and job retention in the
community.

23 "(5) A description of how the plan will achieve24 economic adjustment and diversification.

1	"(6) A description of how the plan and the
2	projects will contribute to establishing or maintain-
3	ing a level of public services necessary to attract and
4	retain economic investment.
5	"(7) A description and justification for the cost
6	and timing of proposed basic and advanced infra-
7	structure improvements in the eligible community.
8	"(8) A description of how the plan will address
9	the occupational and workforce conditions in the eli-
10	gible community.
11	"(9) A description of the educational programs
12	available for workforce training and future employ-
13	ment needs.
14	((10) A description of how the plan will adapt
15	to changing markets and business cycles.
16	((11) A description and justification for the
17	cost and timing of the total funds required by the
18	community for economic assistance.
19	((12) A graduation strategy through which the
20	eligible community demonstrates that the community
21	will terminate the need for Federal assistance.
22	"(c) Grants To Develop Strategic Plans.—The
23	Secretary, upon receipt of an application from an eligible
24	community, may award a grant to that community to be
25	used to develop the strategic plan.

"(d) SUBMISSION OF PLAN.—A strategic plan devel oped under subsection (a) shall be submitted to the Sec retary for evaluation and approval.

#### 4 "SEC. 275. GRANTS FOR ECONOMIC DEVELOPMENT.

5 "(a) IN GENERAL.—The Secretary, upon approval of 6 a strategic plan from an eligible community, may award 7 a grant to that community to carry out any project or 8 program that is certified by the Secretary to be included 9 in the strategic plan approved under section 274(d), or 10 consistent with that plan.

11 "(b) Additional Grants.—

12 "(1) IN GENERAL.—Subject to paragraph (2), 13 in order to assist eligible communities to obtain 14 funds under Federal grant programs, other than the 15 grants provided for in section 274(c) or subsection 16 (a), the Secretary may, on the application of an eli-17 gible community, make a supplemental grant to the 18 community if—

"(A) the purpose of the grant program
from which the grant is made is to provide
technical or other assistance for planning, constructing, or equipping public works facilities or
to provide assistance for public service projects;
and

"(B) the grant is 1 for which the commu nity is eligible except for the community's in ability to meet the non-Federal share require ments of the grant program.

5 "(2) USE AS NON-FEDERAL SHARE.—A supple-6 mental grant made under this subsection may be 7 used to provide the non-Federal share of a project, 8 unless the total Federal contribution to the project 9 for which the grant is being made exceeds 80 per-10 cent and that excess is not permitted by law.

"(c) RURAL COMMUNITY PREFERENCE.—The Secretary shall develop guidelines to ensure that rural communities receive preference in the allocation of resources.

## 14 "SEC. 276. GENERAL PROVISIONS.

15 "(a) REGULATIONS.—The Secretary shall prescribe such regulations as are necessary to carry out the provi-16 17 sions of this chapter. Before implementing any regulation 18 or guideline proposed by the Secretary with respect to this 19 chapter, the Secretary shall submit the regulation or guideline to the Committee on Finance of the Senate and 20 21 the Committee on Ways and Means of the House of Rep-22 resentatives for approval.

23 "(b) SUPPLEMENT NOT SUPPLANT.—Funds appro24 priated under this chapter shall be used to supplement and
25 not supplant other Federal, State, and local public funds

expended to provide economic development assistance for
 communities.

3 "(c) AUTHORIZATION OF APPROPRIATIONS.—There
4 are authorized to be appropriated to the Secretary
5 \$350,000,000 for each of fiscal years 2004 through 2007,
6 to carry out this chapter. Amounts appropriated pursuant
7 to this subsection shall remain available until expended.".
8 SEC. 4. CONFORMING AMENDMENTS.

9 (a) TERMINATION.—Section 285(b) of the Trade Act 10 of 1974 (19 U.S.C. 2271 note) is amended by adding at 11 the end the following new paragraph:

"(3) ASSISTANCE FOR COMMUNITIES.—Technical assistance and other payments may not be provided under chapter 4 after September 30, 2007.".
(b) TABLE OF CONTENTS.—The table of contents for
title II of the Trade Act of 1974 is amended by striking
the items relating to chapter 4 of title II and inserting
after the items relating to chapter 3 the following new
items:

"Chapter 4—Trade Adjustment Assistance for Communities

"Sec. 271. Definitions.

"Sec. 272. Community Trade Adjustment Assistance Program.

"Sec. 273. Certification and notification.

"Sec. 274. Strategic plans.

"Sec. 275. Grants for economic development.

"Sec. 276. General provisions.".

(c) JUDICIAL REVIEW.—Section 284(a) of the Trade
 Act of 1974 (19 U.S.C. 2395(a)) is amended by striking
 "section 271" and inserting "section 273".

## 4 SEC. 5. EFFECTIVE DATE.

5 The provisions of this Act shall take effect on October

**6** 1, 2003.

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