### 110TH CONGRESS 1ST SESSION

# H. R. 1278

To establish the position of Trade Enforcement Officer and a Trade Enforcement Division in the Office of the United States Trade Representative, to require identification of trade enforcement priorities, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

March 1, 2007

Mr. Camp of Michigan (for himself and Mrs. Jones of Ohio) introduced the following bill; which was referred to the Committee on Ways and Means

# A BILL

To establish the position of Trade Enforcement Officer and a Trade Enforcement Division in the Office of the United States Trade Representative, to require 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 Prosecutor
- 5 Act".

1	SEC. 2. ESTABLISHMENT OF TRADE ENFORCEMENT DIVI
2	SION AND POSITION OF TRADE ENFORCE
3	MENT OFFICER.
4	(a) Establishment.—Chapter 4 of title I of the
5	Trade Act of 1974 (19 U.S.C. 2171) is amended by add-
6	ing at the end the following new section:
7	"SEC. 142. TRADE ENFORCEMENT DIVISION AND TRADE EN
8	FORCEMENT OFFICER.
9	"(a) Establishment of Trade Enforcement Di-
10	VISION.—There is established within the Office of the
11	United States Trade Representative a Trade Enforcement
12	Division (in this section referred to as the 'Division').
13	"(b) Establishment of Position of Trade En-
14	FORCEMENT OFFICER.—
15	"(1) In general.—The Division shall be head-
16	ed by a Trade Enforcement Officer.
17	"(2) Appointment and nomination.—The
18	Trade Enforcement Officer shall be appointed by the
19	President, by and with the advice and consent of the
20	Senate. As an exercise of the rulemaking power of
21	the Senate, any nomination of the Trade Enforce-
22	ment Officer submitted to the Senate for its advice
23	and consent, and referred to a committee, shall be
24	referred to the Committee on Finance.

1	"(3) Rank.—The Trade Enforcement Officer
2	shall hold office at the pleasure of the President and
3	shall have the rank of Ambassador.
4	"(c) Functions of Trade Enforcement Offi-
5	CER.—
6	"(1) Principal function.—The principal
7	function of the Trade Enforcement Officer shall be
8	to ensure that United States trading partners com-
9	ply with trade agreements to which the United
10	States is a party.
11	"(2) Additional functions.—The Trade En-
12	forcement Officer shall—
13	"(A) assist the United States Trade Rep-
14	resentative in investigating and prosecuting dis-
15	putes before the World Trade Organization and
16	pursuant to other trade agreements to which
17	the United States is a party;
18	"(B) assist the United States Trade Rep-
19	resentative in carrying out the United States
20	Trade Representative's functions under section
21	141(d);
22	"(C) make recommendations with respect
23	to the administration of United States trade
24	laws relating to foreign government barriers to

- 1 United States goods, services, and intellectual 2 property, and other trade matters; and 3 "(D) perform such other functions as the
- 4 United States Trade Representative may direct.
- 5 "(d) Office of Trade Assistance for Small
- 6 Businesses.—

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- 7 "(1) ESTABLISHMENT.—There is established 8 within the Division the Office of Trade Assistance 9 for Small Businesses.
  - "(2) Functions.—The Office of Trade Assistance for Small Businesses shall provide technical and legal assistance and advice to eligible small businesses to enable such small businesses to prepare and file petitions (other than those that, in the opinion of the Office of Trade Assistance for Small Businesses, are frivolous) under section 302.
    - "(3) ELIGIBLE SMALL BUSINESS DEFINED.—
      The term "eligible small business" means any business concern that, in the judgment of the Office of Trade Assistance for Small Businesses, due to its small size, has neither adequate internal resources nor financial ability to obtain qualified outside assistance in preparing and filing petitions and complaints under section 302. In determining whether a business concern is an "eligible small business," the

- 1 Office of Trade Assistance for Small Businesses may
- 2 consult with the Administrator of the Small Busi-
- 3 ness Administration and the heads of other appro-
- 4 priate Federal departments and agencies.
- 5 "(e) STUDY AND REPORT ON NONTARIFF BARRIERS
- 6 TO MARKET ACCESS.—Not later than 180 days after the
- 7 date of the enactment of this section and annually there-
- 8 after, the Trade Enforcement Officer shall report to the
- 9 Committee on Finance of the Senate, the Committee on
- 10 Energy and Commerce of the House of Representatives,
- 11 and the Committee on Ways and Means of the House of
- 12 Representatives on nontariff barriers affecting market ac-
- 13 cess for United States companies in any other country
- 14 with respect to which the United States has entered into
- 15 a trade agreement or is negotiating a trade agreement.".
- 16 (b) Conforming Amendment.—The table of con-
- 17 tents for the Trade Act of 1974 is amended by inserting
- 18 after the item relating to section 141 the following:
  - "Sec. 142. Trade Enforcement Division and Trade Enforcement Officer.".
- 19 (c) Compensation for Trade Enforcement Of-
- 20 FICER.—Section 5314 of title 5, United States Code, is
- 21 amended by inserting "Trade Enforcement Officer." as a
- 22 new item after "Chief Agricultural Negotiator.".

1	SEC. 3. IDENTIFICATION OF TRADE ENFORCEMENT PRIOR-
2	ITIES.
3	(a) In General.—Title III of the Trade Act of 1974
4	(19 U.S.C. 2411 et seq.) is amended by adding at the end
5	the following:
6	"SEC. 311. IDENTIFICATION OF TRADE ENFORCEMENT PRI-
7	ORITIES.
8	"(a) Identification and Annual Report.—
9	"(1) In general.—Not later than 75 days
10	after the submission of the report required by sec-
11	tion 181(b), the Trade Representative shall annu-
12	ally—
13	"(A) identify United States trade enforce-
14	ment priorities;
15	"(B) identify enforcement actions that the
16	Trade Representative has taken during the pre-
17	vious year and review the impact such enforce-
18	ment actions have had on foreign trade bar-
19	riers;
20	"(C) identify priority foreign country trade
21	practices on which the Trade Representative
22	will focus enforcement efforts;
23	"(D) submit to the Committee on Finance
24	of the Senate and the Committee on Ways and
25	Means of the House of Representatives a report

1	on the priorities, actions, and practices identi-
2	fied in subparagraphs (A), (B), and (C); and
3	"(E) publish the report required by sub-
4	paragraph (D) in the Federal Register.
5	"(2) Factors to consider.—In identifying
6	priority foreign country trade practices under para-
7	graph (1)(C), the Trade Representative shall focus
8	on the practices the elimination of which the Trade
9	Representative determines will have the most poten-
10	tial to increase United States economic growth, ei-
11	ther directly or through the establishment of a bene-
12	ficial precedent. The Trade Representative shall take
13	into account all relevant factors, including—
14	"(A) the major barriers and trade dis-
15	torting practices described in the most recent
16	available report submitted under section 181(b);
17	"(B) the findings and practices described
18	in the most recent available report required
19	under—
20	"(i) section 182;
21	"(ii) section 1377 of the Omnibus
22	Trade and Competitiveness Act of 1988
23	(19 U.S.C. 3106);

1	"(iii) section 3005 of the Omnibus
2	Trade and Competitiveness Act of 1988
3	(22 U.S.C. 5305);
4	"(iv) section 421 of the U.SChina
5	Relations Act of 2000 (22 U.S.C. 6951);
6	and
7	"(v) any other report prepared by the
8	Trade Representative or any other agency
9	relating to international trade and invest-
10	ment;
11	"(C) the trade agreements to which a for-
12	eign country is a party and the compliance of
13	the foreign country with such agreements;
14	"(D) the medium- and long-term implica-
15	tions of foreign government procurement plans;
16	and
17	"(E) the international competitive position
18	and export potential of United States products
19	and services.
20	"(3) OTHER ITEMS IN REPORT.—The Trade
21	Representative may include in the report required by
22	paragraph (1)(D) a description of foreign country
23	trade practices that may in the future warrant iden-
24	tification as priority foreign country trade practices.

1 "(4) PRIORITIES NOT IDENTIFIED.—If the 2 Trade Representative does not identify a priority 3 foreign country trade practice in the report required 4 by paragraph (1)(D), the Trade Representative shall 5 set out in detail in such report the reasons for fail-6 ing to do so.

## "(b) Consultation.—

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- "(1) IN GENERAL.—Not later than 45 days after the submission of the report required by section 181(b), the Trade Representative shall consult with the Committee on Finance of the Senate and the Committee on Ways and Means of the House of Representatives with respect to the priorities, actions, and practices to be identified in the report required by subsection (a)(1)(D).
- "(2) Vote of committee.—If, as a result of the consultations described in paragraph (1), either the Committee on Finance of the Senate or the Committee on Ways and Means of the House of Representatives requests identification of a priority foreign country trade practice by majority vote, the Trade Representative shall include such identification in the report required by subsection (a)(1)(D).
- "(3) DETERMINATION NOT TO INCLUDE PRI-ORITY FOREIGN COUNTRY TRADE PRACTICES.—The

1	Trade Representative may determine not to include
2	the identification of a priority foreign country trade
3	practice requested under paragraph (2) in the report
4	required by subsection (a)(1)(D) only if—
5	"(A) the Trade Representative finds
6	that—
7	"(i) such practice is already being ad-
8	dressed—
9	"(I) under provisions of United
10	States trade law;
11	"(II) under the Uruguay Round
12	Agreements (as defined in section
13	2(7) of the Uruguay Round Agree-
14	ments Act (19 U.S.C. 3501(7)));
15	"(III) under any bilateral or re-
16	gional trade agreement; or
17	"(IV) as part of trade negotia-
18	tions with the foreign country or other
19	countries engaging in such practice;
20	and
21	"(ii) progress is being made toward
22	the elimination of such practice; or
23	"(B) the Trade Representative finds that
24	identification of such practice as a priority for-

eign country trade practice would be contrary to the interests of the United States.

"(4) REASONS FOR DETERMINATION.—In the case of a determination made pursuant to paragraph (3), the Trade Representative shall set forth in detail the reasons for that determination in the report required by subsection (a)(1)(D).

## "(c) Investigation and Resolution.—

"(1) In General.—Upon submission of the report required by subsection (a)(1)(D), the Trade Representative shall, with respect to any priority foreign country trade practice identified, seek satisfactory resolution with the country or countries engaging in such practice under the auspices of the World Trade Organization, pursuant to a bilateral or regional trade agreement to which the United States is a party, or by any other means. A satisfactory resolution may include elimination of the practice or, if not feasible, providing for compensatory trade benefits.

"(2) Consultations; investigations.—Not later than 120 days after the transmission of the report required by subsection (a)(1)(D), the Trade Representative shall, with respect to any priority foreign country trade practice identified—

1	"(A) initiate dispute settlement consulta-
2	tions in the World Trade Organization;
3	"(B) initiate dispute settlement consulta-
4	tions under the applicable provisions of any bi-
5	lateral or regional trade agreement to which the
6	United States is a party;
7	"(C) initiate an investigation under section
8	302(b);
9	"(D) seek to negotiate an agreement that
10	provides for the elimination of the priority for-
11	eign country trade practice or, if elimination of
12	the practice is not feasible, an agreement that
13	provides for compensatory trade benefits; or
14	"(E) take any other action necessary to
15	eliminate the priority foreign country trade
16	practice.
17	"(3) Report.—On the day on which the Trade
18	Representative takes action under subparagraph (E)
19	of paragraph (2), the Trade Representative shall
20	submit to Congress a report—
21	"(A) describing the action taken under
22	subparagraph (E) of paragraph (2) and the
23	reasons for taking the action; and
24	"(B) stating in detail the reasons the
25	Trade Representative did not take action under

- subparagraphs (A) through (D) of paragraph (2).
- 3 "(d) Additional Reporting.—The Trade Rep-
- 4 resentative shall report to the Committee on Finance of
- 5 the Senate and the Committee on Ways and Means of the
- 6 House of Representatives not later than 6 months after
- 7 the date of the enactment of this Act and every 6 months
- 8 thereafter on—
- 9 "(1) the progress being made to realize the
- trade enforcement priorities identified in subsection
- 11 (a)(1)(A); and
- "(2) the steps being taken to address the pri-
- ority foreign country trade practices identified in
- subsection (a)(1)(C).".
- 15 (b) Conforming Amendment.—The table of con-
- 16 tents of the Trade Act of 1974 is amended by inserting
- 17 after the item relating to section 310 the following:

"Sec. 311. Identification of trade enforcement priorities.".

### 18 SEC. 4. AUTHORIZATION OF APPROPRIATIONS.

- There are authorized to be appropriated such sums
- 20 as may be necessary to carry out this Act for each fiscal
- 21 year.

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