^{110TH CONGRESS} 2D SESSION H.R. 5913

To amend title 28, United States Code, to provide for service of process over foreign nationals in cases involving defective products causing injury in the United States, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

April 29, 2008

Ms. LINDA T. SÁNCHEZ OF California (for herself, Mr. CONYERS, Ms. ZOE LOFGREN of California, Mr. COHEN, and Mr. GRIJALVA) introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

- To amend title 28, United States Code, to provide for service of process over foreign nationals in cases involving defective products causing injury in the United States, 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 "Protecting Americans
- 5 from Unsafe Foreign Products Act".

3 (a) IN GENERAL.—Chapter 113 of title 28, United
4 States Code, is amended by adding at the end the fol5 lowing new section:

6 "§1698. Service on foreign manufacturers in certain 7 cases

8 "(a) SERVICE OF PROCESS.—Process in any action 9 that is brought in a Federal or State court against a cit-10 izen or subject of a foreign state, for injury that was sus-11 tained in the United States and that relates to the purchase or use of a product, or component thereof, that is 12 13 manufactured outside the United States by the citizen or subject may be served on the citizen or subject wherever 14 the citizen or subject resides, is found, has an agent, or 15 transacts business, if the citizen or subject— 16

17 "(1) knew or reasonably should have known
18 that the product or component would be imported
19 for sale or use in the United States; or

20 "(2) had contacts with the United States,
21 whether or not such contacts occurred in the place
22 where the injury occurred.

23 "(b) PERSONAL JURISDICTION.—Service on a citizen
24 or subject under subsection (a) establishes jurisdiction
25 over the person of the citizen or subject.

26 "(c) DEFINITIONS.—As used in this subsection—

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"(1) an 'agent' of a citizen or subject of a foreign state who manufactures a product or component includes an importer, distributor, wholesaler, or
other commercial entity who conducts business with
the citizen or subject for the purpose of selling, or
incorporating into another product for sale, in the
United States the product or component;

8 "(2) a citizen or subject of a foreign state 9 'transacts business' in a place if a product or compo-10 nent manufactured by that citizen or subject is sold 11 in that place, whether directly by the citizen or sub-12 ject, or through an intermediary, subsidiary, affil-13 iate, or partner of the citizen or subject; and

"(3) the term 'State' includes the District of
Columbia, the Commonwealth of Puerto Rico, and
any territory of the United States.

"(d) SERVICE ON AGENT OR RELATED ENTITY.—
For purposes or subsection (a), service on an agent of a
citizen or subject of a foreign state, or on an intermediary,
subsidiary, affiliate, or partner of the citizen or subject
to whom subsection (c)(2) applies, constitutes service on
the citizen or subject.".

(b) CONFORMING AMENDMENT.—The table of sections for chapter 113 of title 28, United States Code, is
amended by adding at the end the following new item:

"1698. Service on foreign manufacturers in certain cases.".

SEC. 3. CHOICE OF LAW IN CERTAIN ACTIONS AGAINST CITIZENS OR SUBJECTS OF FOREIGN STATES. (a) IN GENERAL.—Chapter 111 of title 28, United States Code, is amended by adding at the end the fol lowing new section:

6 "§ 1660. Choice of law in certain actions against man7 ufacturers who are citizens or subjects of 8 foreign states

9 "(a) IN GENERAL.—In any civil action in any State 10 or Federal court against a citizen or subject of a foreign 11 state for injury sustained in the United States that relates 12 to the purchase or use of a product, or component thereof, 13 manufactured outside the United States, the law of the 14 State where the injury occurred shall govern all issues con-15 cerning liability and damages.

"(b) DEFINITION.—As used in this section, the term
'State' includes the District of Columbia, the Commonwealth of Puerto Rico, and any territory of the United
States.".

(b) CONFORMING AMENDMENT.—The table of sections at the beginning of chapter 111 of title 28, United
States Code, is amended by adding at the end the following new item:

[&]quot;1660. Choice of law in certain actions against manufacturers who are citizens or subjects of foreign states.".