

110TH CONGRESS
2D SESSION

H. R. 6415

To provide that goods that are manufactured in a foreign trade zone and comply with the rules of origin under a trade agreement to which the United States is a party may enter the customs territory of the United States at the rate of duty applicable under that agreement.

IN THE HOUSE OF REPRESENTATIVES

JUNE 26, 2008

Mr. PASCRELL introduced the following bill; which was referred to the
Committee on Ways and Means

A BILL

To provide that goods that are manufactured in a foreign trade zone and comply with the rules of origin under a trade agreement to which the United States is a party may enter the customs territory of the United States at the rate of duty applicable under that agreement.

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. MODIFICATION OF TARIFF TREATMENT OF**
4 **CERTAIN GOODS IMPORTED FROM TRADE**
5 **ZONES.**

6 (a) MODIFICATION OF TARIFF TREATMENT.—Sec-
7 tion 3(a) of the Act of June 18, 1934, commonly referred

1 to as the “Foreign Trade Zones Act” (19 U.S.C. 81c(a))
2 is amended by striking the period at the end thereof and
3 inserting the following: “: *Provided further*, That if foreign
4 merchandise is incorporated into a finished good, or is
5 processed, manipulated, or manufactured in a zone, and
6 complies with the rules of origin under any agreement
7 which affects the rates of duty for merchandise and to
8 which the United States is a party, then upon authoriza-
9 tion under this Act, such merchandise shall enter the cus-
10 toms territory of the United States at the rate of duty
11 provided under the Harmonized Tariff Schedule of the
12 United States for such merchandise that complies with
13 such rules of origin.”.

14 (b) AMENDMENT TO NAFTA IMPLEMENTATION
15 ACT.—Section 202(a)(2) of the North American Free
16 Trade Agreement Implementation Act (19 U.S.C.
17 3332(a)(2)(A)) is amended to read as follows:

18 “(2) SPECIAL RULE.—For purposes of subpara-
19 graph (D) of paragraph (1), a good shall be treated
20 as originating in a NAFTA country if the regional
21 value-content of the good, determined in accordance
22 with subsection (b) of this section, is not less than
23 60 percent where the transaction value method is
24 used, or not less than 50 percent where the net cost

1 method is used, and the good satisfies all other ap-
2 plicable requirements of this section.”.

3 (c) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to goods entered, or withdrawn
5 from warehouse for consumption, on or after the 15th day
6 after the date of the enactment of this Act.

○