#### $[\sim 116 H764]$

(Original Signature of Member)

119TH CONGRESS 1ST SESSION



To authorize the President to take certain actions relating to reciprocal trade, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

Mr. MOORE of West Virginia introduced the following bill; which was referred to the Committee on \_\_\_\_\_

# A BILL

To authorize the President to take certain actions relating to reciprocal trade, 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 "United States Recip-

5 rocal Trade Act".

## 6 SEC. 2. FINDINGS.

7 Congress finds the following:

8 (1) The United States maintains an open mar-9 ket for goods, with relatively low tariffs, and has

 $\mathbf{2}$ 

long encouraged trading partners, both bilaterally

2 and in multilateral fora, to liberalize their markets. 3 (2) The United States is the world's largest im-4 porter of goods. (3) Trading partners of the United States in 5 6 many instances impose significantly higher tariffs on 7 United States goods than the United States imposes 8 on the same or similar goods imported from those 9 same countries. 10 (4) Europeans have continued to protect their 11 auto markets from United States automotive compa-12 nies through high tariffs while dumping cheap Euro-13 pean cars into the United States, undermining our 14 automotive industry. 15 (5) Canadian and Mexican authorities have 16 flooded American markets with cheap goods while si-17 multaneously allowing for illegal migrants and poi-18 sonous fentanyl to pour into the United States. 19 (6) United States trading partners in many in-20 stances impose significant nontariff barriers that 21 greatly undermine the value of negotiated tariff con-22 cessions. 23 (7) The lack of reciprocity in tariff levels and 24 disproportionate use of nontariff barriers by United 25 States trading partners facilitates foreign imports,

discourages United States exports, and puts United
 States producers, farmers, and workers at a com petitive disadvantage.

4 (8) The lack of reciprocity in tariff levels and
5 nontariff barriers contributes to the large and grow6 ing United States trade deficit in goods, which is a
7 drag on economic growth and undermines economic
8 prosperity.

9 (9) Tariffs under the Trump presidency sub10 stantially shrank the trade deficit with China.

(10) The President must be able to levy tariffs
on our global competitors. Preferential treatment of
adversaries, such as China's Most Favored Nation
trading status, undermines American national security interests domestically and around the world.

16 (11) To date a number of United States trad17 ing partners have been unwilling, including in multi18 lateral negotiations, to reduce tariffs and eliminate
19 nontariff barriers applied to United States exports.

(12) The United States should seek action by
United States trading partners to lower tariffs and
eliminate nontariff barriers, to promote efficiency in
those markets and enhance opportunities for United
States producers, farmers, and workers.

1 (13) For the United States to maintain its eco-2 nomic dominance globally, the President must have 3 the authority to levy reciprocal tariffs against unfair 4 trading partners. (14) The President should have a wide array of 5 6 tools to open the markets of United States trading 7 partners and encourage participation in negotiations 8 to liberalize trade in goods on a fair and reciprocal 9 basis, including the authority to adjust tariff rates 10 to reciprocal levels. 11 SEC. 3. AUTHORITY TO TAKE CERTAIN ACTIONS RELATING 12 TO RECIPROCAL TRADE.

13 (a) IN GENERAL.—If the President determines14 that—

(1) the rate of duty imposed by a foreign country with respect to a particular good, when imported
from the United States, is significantly higher than
the rate of duty imposed by the United States on
that good, when imported from that country, or

(2) the nontariff barriers applied by a foreign
country with respect to a particular good, when imported from the United States, impose significantly
higher burdens, alone or in combination with any
tariffs imposed by that country on that good, than
the burdens of the nontariff barriers applied by the

 $\mathbf{5}$ 

1 United States with respect to that good, alone or in 2 combination with any tariffs imposed by the United 3 States on that good, when imported from that coun-4 try, the President may take one or more of the actions author-5 ized under subsection (b). 6 7 (b) ACTIONS AUTHORIZED.—The actions authorized 8 under this subsection are the following: 9 (1) To negotiate and seek to enter into an 10 agreement with the foreign country that commits the 11 country to reduce the rate of duty or reduce or 12 eliminate nontariff barriers on the good that is the 13 subject of the determination under subsection (a). 14 (2) To impose a rate of duty on imports of the 15 good that is equal to— 16 (A) the rate of duty imposed by the foreign 17 country with respect to the good, in the case of 18 a determination described in subsection (a)(1); 19 or 20 (B) the effective rate of duty of the non-21 tariff barriers applied by the foreign country 22 with respect to the good, alone or in combina-23 tion with any tariffs imposed by that country 24 on that good, in the case of a determination de-25 scribed in subsection (a)(2).

6

(c) FACTORS.—In taking an action authorized under

2	subsection (b), the President shall consider the following
3	factors:
4	(1) The tariff classification of the good by the
5	United States and the tariff classification of the
6	good by the foreign country.
7	(2) The rate of duty applied by the United
8	States with respect to the good and the rate of duty
9	applied by the foreign country with respect to the
10	good.
11	(3) The physical characteristics of the good.
12	(4) The end uses and existence of a competitive
13	relationship between the good—
14	(A) as exported from the United States to
15	the foreign country; and
16	(B) as imported from the country to the
17	United States.
18	(5) The level of exports of the good by the
19	country to the United States and to other countries.
20	(6) In the case of a determination described in
21	subsection $(a)(1)$ , the extent to which the rate of
22	duty applied by the foreign country with respect to
23	the good is impeding or distorting trade.
24	(7) In the case of a determination described in
25	subsection $(a)(2)$ —

1	(A) the extent of the nontariff barriers ap-
2	plied by the foreign country with respect to the
3	good and the extent of the nontariff barriers
4	applied by the United States with respect to the
5	good;
6	(B) the extent to which the nontariff bar-
7	riers applied by the country with respect to the
8	good, alone or in combination with any tariffs
9	imposed by that country on that good, are im-
10	peding or distorting trade;
11	(C) the identified purpose of the nontariff
12	barriers applied by the country with respect to
13	the good, if any, and the extent to which the
14	nontariff barriers are more restrictive than nec-
15	essary to meet that purpose; and
16	(D) the degree of transparency of the proc-
17	ess by which the country adopted the nontariff
18	barriers.
19	(8) Other factors, as the President determines
20	appropriate.
21	(d) ROLE OF USTR.—The United States Trade Rep-
22	resentative, in consultation with the Secretary of Treas-
23	ury, the Secretary of Commerce, and the heads of other
24	relevant Federal agencies, shall advise the President in de-
25	termining the effective rate of duty imposed by the non-

tariff barriers applied by a foreign country with respect
 to a good, alone or in combination with any tariffs imposed
 by that country on that good, in the case of a determina tion described in subsection (a)(2).

5 (e) LOWER RATE OF DUTY.—The President may im-6 pose a rate of duty on imports of a good from a foreign 7 country that is lower than the rate of duty described in 8 subsection (b)(2)(A) or lower than the effective rate of 9 duty described in subsection (b)(2)(B), as the case may 10 be, if the President determines that application of such 11 lower rate of duty is necessary and appropriate.

(f) HIGHER RATE OF DUTY.—If the President imposes a rate of duty on imports of a good from a foreign country under subsection (b)(2), and the country further increases its rate of duty on imports of the good from the United States, the President may further increase the rate of duty on imports of the good from the country to a rate that is equal to the rate of duty applied by that country.

(g) TERMINATION.—The President shall terminate
the imposition of any increase in the rate of duty on imports of a good from a foreign country under subsection
(b)(2) effective on the date on which the President determines that—

24 (1) the foreign country is no longer—

(A) imposing a rate of duty with respect to
 the good, as described in subsection (a)(1); or
 (B) applying nontariff barriers with re spect to the good, as described in subsection
 (a)(2); or
 (2) continued imposition of the increased rate
 of duty on imports of the good from the foreign

8 country is not in the economic or public interest of9 the United States.

#### 10 SEC. 4. NOTICE AND CONSULTATION.

(a) IN GENERAL.—Before taking any action authorized under section 3(b)(1), the President shall provide notice to and consult with the Committee on Ways and
Means of the House of Representatives and the Committee
on Finance of the Senate regarding the proposed action.
(b) NOTICE.—Before taking any action authorized
under section 3(b)(2), the President shall—

(1) not less than 30 days before the date on
which imposition of an increased rate of duty on imports of a good from a foreign country is to take effect, publish notice in the Federal Register of, and
allow for public comment on, the proposed imposition and level of such increased rate of duty; and

24 (2) seek advice regarding the proposed action25 from the advisory committees established under sec-

tion 135 of the Trade Act of 1974 (19 U.S.C.
 2155).

3 (c) ADDITIONAL NOTICE.—The President shall
4 promptly publish in the Federal Register notice of any ac5 tion taken pursuant to section 3(f) or 3(g).

6 SEC. 5. CONGRESSIONAL DISAPPROVAL OF PRESIDENTIAL

7	IMPOSITION OF RATES OF DUTY ON IMPORTS
8	OF GOODS FROM FOREIGN COUNTRIES
9	UNDER SECTION 3(b)(2); DISAPPROVAL RESO-
10	LUTION.

(a) IN GENERAL.—An action taken by the President
under section 3(b)(2) to impose a rate of duty on imports
of a good from a foreign country shall cease to have force
and effect upon the enactment of a disapproval resolution,
provided for in subsection (b), relating to that action.

16 (b) CONGRESSIONAL RULEMAKING POWER; DIS-17 APPROVAL RESOLUTION.—

18 (1) IN GENERAL.—This section is enacted by19 the Congress—

20 (A) as an exercise of the rulemaking power
21 of the House of Representatives and the Sen22 ate, respectively, and as such is deemed a part
23 of the rules of each House, respectively, but ap24 plicable only with respect to the procedures to
25 be followed in that House in the case of dis-

approval resolutions and such procedures super sede other rules only to the extent that they are
 inconsistent therewith; and

4 (B) with the full recognition of the con-5 stitutional right of either House to change the 6 rules (so far as relating to the procedure of that 7 House) at any time, in the same manner, and 8 to the same extent as any other rule of that 9 House.

10 (2) DISAPPROVAL RESOLUTION.—For purposes 11 of this section, the term "disapproval resolution" 12 means only a joint resolution of either House of 13 Congress the matter after the resolving clause of 14 which is as follows: "That the Congress disapproves 15 the action taken under section 3(b)(2) of the United 16 States Reciprocal Trade Act with respect to the im-17 position of a rate of duty on imports of from 18 under such section 3(b)(2).", the first blank 19 space being filled with a description of the good with 20 respect to which the duty is imposed under section 21 3(b)(2) and the second blank being filled with the 22 name of the foreign country from which the good is 23 imported into the United States.

24 (3) CONSIDERATION.—

1 (A) INTRODUCTION.—All disapproval reso-2 lutions introduced in the House of Representa-3 tives shall be referred to the Committee on 4 Ways and Means and all disapproval resolutions 5 introduced in the Senate shall be referred to the 6 Committee on Finance.

7 (B) AMENDMENTS PROHIBITED; MOTIONS 8 TO SUSPEND APPLICATION OF THIS SUBPARA-9 GRAPH PROHIBITED.—No amendment to a dis-10 approval resolution shall be in order in either 11 the House of Representatives or the Senate, 12 and no motion to suspend the application of 13 this subparagraph shall be in order in either 14 House nor shall it be in order in either House 15 for the Presiding Officer to entertain a request 16 to suspend the application of this subparagraph 17 by unanimous consent.

18 (C) MAJORITY REQUIRED FOR ADOP19 TION.—A disapproval resolution considered
20 under this subsection shall require an affirma21 tive vote of two-thirds of the Members, duly
22 chosen and sworn, for adoption.

#### 23 **SEC. 6. REPORT.**

24 Before entering into an agreement with a foreign 25 country under section 3(b)(1), the United States Trade

1	Representative shall submit to the appropriate congres-
2	sional committees and leadership a report that describes—
3	(1) the implementation of the agreement, in-
4	cluding how it is consistent with and does not mate-
5	rially differ from or otherwise affect Federal or
6	State laws or regulations;
7	(2) the impact on the competitiveness of United
8	States businesses; and
9	(3) the impact on United States consumers.
10	SEC. 7. SUNSET OF PRESIDENTIAL IMPOSITION OF RATES
11	OF DUTY ON IMPORTS OF GOODS FROM FOR-
12	EIGN COUNTRIES UNDER SECTION 3(b)(2) BY
13	DISAPPROVAL RESOLUTION.
15	DISAFFROVAL RESOLUTION.
13	(a) IN GENERAL.—The authority of the President to
14	(a) IN GENERAL.—The authority of the President to
14 15	(a) IN GENERAL.—The authority of the President to take an action under section $3(b)(2)$ to impose a rate of
14 15 16	(a) IN GENERAL.—The authority of the President to take an action under section $3(b)(2)$ to impose a rate of duty on imports of a good from a foreign country—
14 15 16 17	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country—</li> <li>(1) shall be effective for the period ending on</li> </ul>
14 15 16 17 18	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country— <ul> <li>(1) shall be effective for the period ending on the date that is three years after the date of the en-</li> </ul> </li> </ul>
14 15 16 17 18 19	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country— <ul> <li>(1) shall be effective for the period ending on the date that is three years after the date of the enactment of this Act; and</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country— <ul> <li>(1) shall be effective for the period ending on the date that is three years after the date of the enactment of this Act; and</li> <li>(2) shall be extended for an additional period of</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country— <ul> <li>(1) shall be effective for the period ending on the date that is three years after the date of the enactment of this Act; and</li> <li>(2) shall be extended for an additional period of three years if (and only if)—</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	<ul> <li>(a) IN GENERAL.—The authority of the President to take an action under section 3(b)(2) to impose a rate of duty on imports of a good from a foreign country— <ul> <li>(1) shall be effective for the period ending on the date that is three years after the date of the enactment of this Act; and</li> <li>(2) shall be extended for an additional period of three years if (and only if)— <ul> <li>(A) the President requests such extension</li> </ul> </li> </ul></li></ul>

1 (b) REPORT TO CONGRESS.—If the President is of 2 the opinion that the authority of the President to take an action under section 3(b)(2) to impose a rate of duty on 3 4 imports of a good from a foreign country should be extended for the additional period described in subsection 5 (a)(2), the President shall submit to Congress, not later 6 7 than the date that is three months before the end of the 8 period described in subsection (a)(1), a written report that 9 contains a request for such extension, together with a de-10 scription of all actions taken under section 3(b)(2) to date. 11 (c) DISAPPROVAL RESOLUTION.— 12 (1) CONGRESSIONAL RULEMAKING POWER. 13 This section is enacted by the Congress— 14 (A) as an exercise of the rulemaking power 15 of the House of Representatives and the Sen-16 ate, respectively, and as such is deemed a part 17 of the rules of each House, respectively, but ap-18 plicable only with respect to the procedures to 19 be followed in that House in the case of dis-20 approval resolutions and such procedures super-21 sede other rules only to the extent that they are 22 inconsistent therewith; and 23

(B) with the full recognition of the constitutional right of either House to change the
rules (so far as relating to the procedure of that

House) at any time, in the same manner, and
 to the same extent as any other rule of that
 House.

4 (2) DISAPPROVAL RESOLUTION.—For purposes of subsection (a), the term "disapproval resolution" 5 6 means only a joint resolution of either House of 7 Congress the matter after the resolving clause of 8 which is as follows: "That the Congress disapproves 9 the request of the President for the extension, under 10 section 7(a)(2)(A) of the United States Reciprocal 11 Trade Act, of the authority of the President to take 12 an action under section 3(b)(2) of such Act to im-13 pose a rate of duty on imports of a good from a for-14 eign country after the period ending on the date that 15 is three years after the date of the enactment of 16 such Act.".

17 (3) INTRODUCTION; REFERRAL.—A disapproval
18 resolution—

(A) may be introduced in either House of
Congress by any member of such House; and
(B) shall be referred, in the House of Representatives, to the Committee on Ways and
Means and, in addition, to the Committee on
Rules.

1	(4) FLOOR CONSIDERATION.—The provisions of
2	subsections (d) and (e) of section 152 of the Trade
3	Act of 1974 (19 U.S.C. 2192) (relating to the floor
4	consideration of certain resolutions in the House and
5	Senate) apply to a disapproval resolution.
6	(5) LIMITATIONS ON CONSIDERATION.—It is
7	not in order for—
8	(A) the House of Representatives to con-
9	sider any disapproval resolution not reported by
10	the Committee on Ways and Means and, in ad-
11	dition, by the Committee on Rules;
12	(B) the Senate to consider any disapproval
13	resolution not reported by the Committee on Fi-
14	nance; or
15	(C) either House of Congress to consider a
16	disapproval resolution after the date that is
17	three years after the date of the enactment of
18	this Act.
19	(d) Rules of Construction.—
20	(1) IN GENERAL.—An action authorized under
21	section $3(b)(2)$ to impose a rate of duty on imports
22	of a good from a foreign country that is taken before
23	the end of the period described in subsection $(a)(1)$
24	or the end of the period described in subsection

(a)(2) shall remain in effect after the end of such re spective period.

3 (2) ADDITIONAL AUTHORITIES.—The President
4 may exercise the authorities of subsections (e), (f),
5 and (g) of section 3 with respect to an action de6 scribed in paragraph (1) after the end of the period
7 described in such paragraph that is applicable to
8 such action.

#### 9 SEC. 8. DEFINITIONS.

### 10 In this Act:

(1) APPROPRIATE CONGRESSIONAL COMMITTEES AND LEADERSHIP.—The term "appropriate
congressional committees and leadership" means—

14 (A) the Committee on Ways and Means of
15 the House of Representatives and the Com16 mittee on Finance of the Senate; and

17 (B) the Speaker of the House of Rep18 resentatives, the minority leader of the House
19 of Representatives, the majority leader of the
20 Senate, and the minority leader of the Senate.

(2) NONTARIFF BARRIER.—The term "nontariff
barrier" includes any government-imposed measure
or policy, other than a customs duty, that restricts,
prevents, or impedes international trade in goods, including import policies, sanitary and phytosanitary

measures, technical barriers to trade, government
 procurement, export subsidies, lack of intellectual
 property protection, digital trade barriers, and gov ernment-tolerated anticompetitive conduct of state owned or private firms.

6 (3) RATE OF DUTY.—The term "rate of duty" 7 means the rate of customs duty applied on imports 8 of a good, but does not include an antidumping or 9 countervailing duty or a duty applied under a pref-10 erential tariff arrangement.