S. 1683

To provide the Department of Homeland Security, U.S. Customs and Border Protection, and the Department of the Treasury with authority to more aggressively enforce trade laws relating to textile and apparel articles, and for other purposes.

IN THE SENATE OF THE UNITED STATES

OCTOBER 12, 2011

Mrs. Hagan (for herself and Mr. Graham) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

- To provide the Department of Homeland Security, U.S. Customs and Border Protection, and the Department of the Treasury with authority to more aggressively enforce trade laws relating to textile and apparel articles, 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; TABLE OF CONTENTS.
 - 4 (a) Short Title.—This Act may be cited as the
 - 5 "Textile Enforcement and Security Act of 2011".
 - 6 (b) Table of Contents for
 - 7 this Act is as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Textile or apparel article defined.
- Sec. 3. Definitions.
- Sec. 4. Findings.
- Sec. 5. Sense of Congress.

TITLE I—ADDITIONAL AUTHORITIES FOR U.S. CUSTOMS AND BORDER PROTECTION

- Sec. 101. Seizure and forfeiture of certain textile or apparel articles and use of amounts from fines, penalties, and forfeitures.
- Sec. 102. Increase in certain TAPP positions and import specialist positions and biennial review of staff levels.

TITLE II—AMENDMENTS TO THE TARIFF ACT OF 1930

- Sec. 201. Special provisions regarding certain violations relating to import documentation.
- Sec. 202. Electronic preference verification system for origin of textile or apparel articles under CAFTA-DR, NAFTA, and other free trade agreements.
- Sec. 203. Establishment of textile and apparel new importer program.
- Sec. 204. Nonresident importer declaration program for textile or apparel articles.

TITLE III—ESTABLISHMENT OF TEXTILE AND APPAREL MANUFACTURING AND SUPPLIER REGISTRY

Sec. 301. Establishment of textile and apparel manufacturing and supplier registry.

TITLE IV—IMPLEMENTATION REPORT

Sec. 401. Implementation report.

1 SEC. 2. TEXTILE OR APPAREL ARTICLE DEFINED.

- 2 (a) IN GENERAL.—In this Act, the term "textile or
- 3 apparel article" means any of the following:
- 4 (1) Any good classifiable in chapters 50
- 5 through 63 of the HTS.
- 6 (2) Any good classifiable under one of the fol-
- 7 lowing HTS headings or subheadings:
- 8 (A) 3005.90.
- 9 (B) 3921.12.15.
- 10 (C) 3921.13.15.

1 (D) 3921.90.25. 2 (E) 6601.10 through 6601.99. (F) 7019.19.15. 3 4 (G) 7019.19.28. (H) 7019.40 through 7019.59. 5 6 (I) 8708.21. 7 (J) 9404.30.40. 8 (K) 9404.30.80. 9 (L) 9404.90. 10 (b) HTS Defined.—In subsection (a), the term 11 "HTS" means the Harmonized Tariff Schedule of the United States. 12 13 SEC. 3. DEFINITIONS. 14 In this Act: 15 (1)COMMISSIONER.—The term "Commissioner" means the Commissioner responsible for 16 17 U.S. Customs and Border Protection. 18 (2) Enter; entry.—The terms "enter" and 19 "entry" refer to the entry, or withdrawal from ware-20 house for consumption, of a textile or apparel article 21 in the customs territory of the United States. (3) IMPORTER.—The term "importer" means 22 23 one of the parties qualifying as an importer of 24 record under section 484(a)(2)(B) of the Tariff Act 25 of 1930 (19 U.S.C. 1484(a)(2)(B)).

1	(4) Special operations.—The term "special
2	operations" means an initiative that is—
3	(A) implemented to address specific in-
4	stances of transactions that do not comply with
5	United States trade laws with respect to textile
6	or apparel articles;
7	(B) used to address any import violations
8	involving textile or apparel articles, including
9	fraud, quota requirements, revenue collection,
10	trade preferences or requirements under free
11	trade agreements, product safety, anti-dumping
12	and countervailing duties, or intellectual prop-
13	erty rights; or
14	(C) initiated to address a singular instance
15	or a pattern of high-risk behavior, involving a
16	particular commodity or other trade issue, in-
17	cluding valuation, origin fraud, or trade pref-
18	erence violation, on the part of a country, im-
19	porter, or manufacturer.
20	(5) TAPP.—The term "TAPP" means the Tex-
21	tile and Apparel Policy and Programs division of the
22	Office of International Trade within U.S. Customs
23	and Border Protection.
24	(6) TPVTs.—The term "TPVTs" means Tex-
25	tile Product Verification Teams.

- 1 (7) DEDICATED.—The term "dedicated"
 2 means, with respect to an import specialist, that
 3 such import specialist who focus solely on the import
 4 of textile or apparel articles.
 - (8) TRAINED.—The term "trained" means, with respect to an import specialist, that such import specialist has received, at least every last three years, education or training related to the import of textile or apparel articles.
 - (9) Nonresident importer.—The term "non-resident importer" means an importer who is—
 - (A) an individual who is not a citizen of the United States or an alien lawfully admitted for permanent residence in the United States; or
 - (B) a partnership, corporation, or other commercial entity that is not organized under the laws of a jurisdiction within the customs territory of the United States (as such term is defined in General Note 2 of the Harmonized Tariff Schedule of the United States) or in the Virgin Islands of the United States.
 - (10) New Importer.—The term "new importer" means an importer with fewer than three years of import history into the United States of

textile or apparel articles. For purposes of this paragraph, a new importer that merges with or is purchased by another importer, or is otherwise altered, shall be considered to remain a new importer until such time as such new importer presents proof to the Commissioner of such merger, purchase, or other alteration for a determination regarding whether such new importer may be treated as an importer.

(11) CAFTA-DR COUNTRY.—The term "CAFTA-DR country" has the meaning given such term in section 3(2) of the Dominican Republic-Central America-United States-Free Trade Agreement Implementation Act (19 U.S.C. 4002(2); Public Law 109–53).

15 SEC. 4. FINDINGS.

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- Congress finds the following:
- 17 (1) The fraudulent or illegal imports of textile 18 and apparel articles into the United States results in 19 significant revenue loss to the Department of the 20 Treasury.
 - (2) The Textile and Apparel Policy and Programs division of the Office of International Trade within U.S. Customs and Border Protection or any subsequent division has, with respect to textile or apparel articles, the primary responsibility to ensure

- the proper enforcement of all trade laws, rules, and regulations affecting textile and apparel articles.
- 3 (3) The TAPP has the authority to direct the 4 implementation and enforcement of free trade agree-5 ments, multilateral agreements, bilateral textile 6 agreements, trade preference programs, and all 7 other trade laws affecting textiles and apparel arti-8 cles.
- 9 (4) The primary focus of the TAPP is to ensure 10 the effective implementation of all trade enforcement 11 activities involving textile or apparel articles with its 12 principle focus to prevent circumvention of the re-13 quirements to obtain preferential trade treatment 14 under free trade agreements and trade preference 15 programs in order to avoid quotas or duties.

16 SEC. 5. SENSE OF CONGRESS.

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- It is the sense of Congress that—
- 18 (1) U.S. Customs and Border Protection and 19 the TAPP should be involved in supporting the ne-20 gotiation of enforcement provisions of trade pref-21 erence programs and free trade agreements affecting 22 textiles and apparel articles;
 - (2) the TAPP should conduct outreach to other Federal departments and agencies involved in overall trade policy, such as Department of Commerce and

- the Office of the United States Trade Representative;
 - (3) the TAPP should be involved in the development of policies and procedures that provide guidance to the port of entry of the textile and apparel articles, including training of TAPP officials;
 - (4) the TAPP headquarters office is currently below its optimal staffing levels and the TAPP personnel efforts should be targeted at retaining senior staff and hiring new qualified personnel so that the division is brought up to optimal staffing levels, and these positions should be designated as not only policy positions, but enforcement positions as well;
 - (5) the TAPP should implement special operations, Textile Product Verification Teams, and other actions under U.S. Customs and Border Protection authority to ensure enforcement of trade laws relating to imports of textile or apparel articles in a timely manner as concerns arise, particularly as such concerns relate to enforcement of the North American Free Trade Agreement, the Dominican Republic-Central America-United States Free Trade Agreement, and all other free trade agreements and trade preference programs, in order to prevent transshipments and origin fraud;

1	(6) the TAPP officials should coordinate and
2	collaborate with foreign government counterparts to
3	ensure effective enforcement of textile and apparel
4	articles; and
5	(7) U.S. Customs and Border Protection should
6	ensure that seizures, detentions, special operations,
7	and TPVTs remain the primary focus of its enforce-
8	ment efforts relating to textile and apparel articles.
9	TITLE I—ADDITIONAL AUTHORI-
10	TIES FOR U.S. CUSTOMS AND
11	BORDER PROTECTION
12	SEC. 101. SEIZURE AND FORFEITURE OF CERTAIN TEXTILE
13	OR APPAREL ARTICLES AND USE OF
13 14	OR APPAREL ARTICLES AND USE OF AMOUNTS FROM FINES, PENALTIES, AND
14	AMOUNTS FROM FINES, PENALTIES, AND
14 15	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES.
14 15 16	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.—
14 15 16 17	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall
14 15 16 17	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall apply with respect to an importation of a textile or
14 15 16 17 18	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall apply with respect to an importation of a textile or apparel article:
14 15 16 17 18 19 20	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall apply with respect to an importation of a textile or apparel article: (A) In the case of importation for which a
14 15 16 17 18 19 20	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall apply with respect to an importation of a textile or apparel article: (A) In the case of importation for which a trade preference has been claimed and with re-
14 15 16 17 18 19 20 21	AMOUNTS FROM FINES, PENALTIES, AND FORFEITURES. (a) SEIZURE AND FORFEITURE.— (1) IN GENERAL.—The following penalties shall apply with respect to an importation of a textile or apparel article: (A) In the case of importation for which a trade preference has been claimed and with respect to which the textile or apparel article has

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avoiding a duty or other obligation to the United States Government, including any merchandise accompanied by documentation which indicates a false or fraudulent country of origin or source of textile or apparel articles, and any merchandise accompanied by a counterfeit visa, license, permit, bill of lading, or similar documentation that is subsequently used by the importer for entry of textile or apparel articles, the textile or apparel article shall be subject to forfeiture in accordance with seizure and United States trade laws and title 18, United States Code.

- (B) In the case of importation by an importer who provides false information with respect to the physical address of the importer or who does not meet the requirements of section 484(a)(2)(B) of the Tariff Act of 1930 (19 U.S.C. 1484 (a)(2)(B)), the textile or apparel article shall be subject to seizure and forfeiture in accordance with United States trade laws and title 18, United States Code.
- (2) EXCEPTION.—A clerical error shall not be considered a violation of paragraph (1) unless such error is part of a pattern of negligent conduct.

1	(b) Use of Amounts From Fines, Penalties,
2	AND FORFEITURES.—
3	(1) In general.—Notwithstanding any other
4	provision of law, the Secretary of Homeland Secu-
5	rity, the Commissioner, or the Secretary of the
6	Treasury—
7	(A) shall use amounts from fines, pen-
8	alties, and forfeitures of property for violations
9	of any law regarding the import of textile or ap-
10	parel articles enforced by the Secretary of
11	Homeland Security or the Secretary of the
12	Treasury to pay for—
13	(i) expenses directly related to inves-
14	tigations of, and civil or criminal enforce-
15	ment proceedings on, violations of any law
16	regarding the import of textile or apparel
17	articles, including any necessary expenses
18	for equipment, training, travel, witnesses,
19	and contracting services directly related to
20	such investigations or proceedings; and
21	(ii) expenses related to training and
22	education for applicable revenue positions,
23	including import specialists, international
24	trade specialists, and auditors who partici-
25	pate in the enforcement of the export or

1 import of textile or apparel articles 2 through United States trade laws; and

> (B) may use amounts from fines, penalties, and forfeitures of property for violations of any law regarding the import of textile or apparel articles enforced by the Secretary of Homeland Security, the Commissioner, or the Secretary of the Treasury to pay for a reward of not less than 20 percent of the amount of the fine, penalty, or forfeiture of property collected or \$20,000, whichever is the lesser amount, to any person who furnishes information that leads to an arrest, conviction, civil penalty assessment, or forfeiture of property for any violation of any law regarding the import of textile or apparel articles enforced by the Secretary of Homeland Security, the Commissioner, or the Secretary of the Treasury.

(2) RULE OF CONSTRUCTION.—Amounts collected from fines, penalties, and forfeitures of property for violations of any law regarding the import of textile or apparel articles enforced by the Secretary of Homeland Security, the Commissioner, or the Secretary of the Treasury to pay for expenses described in paragraph (1)(A) or a reward described

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1	in paragraph (1)(B) are in addition to amounts other
2	erwise available for such purposes.
3	SEC. 102. INCREASE IN CERTAIN TAPP POSITIONS AND IM
4	PORT SPECIALIST POSITIONS AND BIENNIAL
5	REVIEW OF STAFF LEVELS.
6	(a) Increase in Certain TAPP Positions.—Not
7	later than 180 days of the date of the enactment of this
8	Act, the Commissioner shall ensure that—
9	(1) the Textile Operations Branch (or any suc-
10	cessor or related Branch) of the TAPP shall consist
11	of, at a minimum, one Branch Chief and six Oper-
12	ations Staff, of whom three Operations Staff shall
13	be assigned to one of the CAFTA-DR countries for
14	purposes of assisting U.S. Customs and Border Pro-
15	tection with verification of textile and apparel pref-
16	erences claimed under the Dominican Republic-Cen-
17	tral America-United States Free Trade Agreement
18	(2) the Textile/Apparel Policy & Programs Divi-
19	sion (or any successor or related Branch) of the
20	TAPP shall consist of, at a minimum, one Branch
21	Chief and three Operations Staff and two textile
22	trade analysts; and
23	(3) the Quota Branch (or any successor or re-
24	lated Branch) of the TAPP shall consist of, at a

- 1 minimum, one Branch Chief and four Operations
- 2 Staff.
- 3 (b) Increase in Textile and Apparel Trained
- 4 Import Specialists.—As soon as practicable after the
- 5 date of the enactment of this Act, the Commissioner shall
- 6 certify, with respect to the 15 largest (by value of entries)
- 7 United States ports of entry for textile or apparel articles,
- 8 that Import Specialists who are assigned to such ports of
- 9 entry are trained in fraud, trade preference verification,
- 10 undervaluation, or other issues relating to imports of tex-
- 11 tile or apparel articles so that the number of such trained
- 12 Import Specialist positions is not less than 150 percent
- 13 of the number of trained Import Specialist positions in
- 14 existence as of the date of the enactment of this Act.
- 15 (c) Increase in Dedicated Textile and Ap-
- 16 PAREL IMPORT SPECIALISTS.—As soon as practicable
- 17 after the date of the enactment of this Act, the Commis-
- 18 sioner shall increase dedicated textile and import special-
- 19 ists by 25 percent at the 15 largest (by value of entries)
- 20 United States ports of entry for textile or apparel articles
- 21 over the number of such specialists in existence as of the
- 22 date of the enactment of this Act.
- 23 (d) Biennial Review of Staff Levels.—Not
- 24 later than one year after the date of the enactment of this
- 25 Act and every two years thereafter, the Commissioner

1	shall submit to the Committee on Ways and Means and
2	the Committee on Homeland Security of the House of
3	Representatives, the Committee on Finance and the Com-
4	mittee on Homeland Security and Governmental Affairs
5	of the Senate, and the co-chairs of the Congressional Tex-
6	tile Caucus a report on the staffing levels specified in this
7	section, including a determination of whether or not there
8	is need for additional staff to carry out the duties of the
9	TAPP.
10	TITLE II—AMENDMENTS TO THE
11	TARIFF ACT OF 1930
12	SEC. 201. SPECIAL PROVISIONS REGARDING CERTAIN VIO-
13	LATIONS RELATING TO IMPORT DOCUMENTA-
13	LATIONS RELATING TO IMPORT DOCUMENTA-
13 14	LATIONS RELATING TO IMPORT DOCUMENTA-
131415	LATIONS RELATING TO IMPORT DOCUMENTA- TION. (a) Publication of Names of Certain Viola-
13 14 15 16	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19
13 14 15 16 17	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19 U.S.C. 1592a(a)(1)) is amended—
13 14 15 16 17 18	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19 U.S.C. 1592a(a)(1)) is amended— (1) in the matter preceding subparagraph (A),
13 14 15 16 17 18 19	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19 U.S.C. 1592a(a)(1)) is amended— (1) in the matter preceding subparagraph (A), by striking "is authorized to" and inserting "shall";
13 14 15 16 17 18 19 20	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19 U.S.C. 1592a(a)(1)) is amended— (1) in the matter preceding subparagraph (A), by striking "is authorized to" and inserting "shall"; and
13 14 15 16 17 18 19 20 21	tion. (a) Publication of Names of Certain Violators.—Section 592A(a)(1) of the Tariff Act of 1930 (19 U.S.C. 1592a(a)(1)) is amended— (1) in the matter preceding subparagraph (A), by striking "is authorized to" and inserting "shall"; and (2) in subparagraph (A), by inserting before the

1	(b) List of High-Risk Countries.—Section
2	592A(b)(1) of the Tariff Act of 1930 (1592(a)(b)(1)) is
3	amended, in the first sentence—
4	(1) by striking "is authorized to" and inserting
5	"shall"; and
6	(2) by inserting "or duties or violate trade pref-
7	erence programs" after "quotas".
8	SEC. 202. ELECTRONIC PREFERENCE VERIFICATION SYS-
9	TEM FOR ORIGIN OF TEXTILE OR APPAREL
10	ARTICLES UNDER CAFTA-DR, NAFTA, AND
11	OTHER FREE TRADE AGREEMENTS.
12	(a) Establishment.—Not later than 180 days after
13	the date of the enactment of this Act, the President, act-
14	ing through the Commissioner and in coordination with
15	the head of the Office of Textiles and Apparel of the De-
16	partment of Commerce, shall establish an electronic
17	verification system for tracking textile or apparel articles
18	imported or exported under the Dominican Republic-Cen-
19	tral America-United States Free Trade Agreement, the
20	North American Free Trade Agreement, or any other free
21	trade agreement to which the United States is a party,
22	to ensure compliance with the respective requirements of
23	such agreements.
24	(b) Implementation.—The President shall seek to

25 enter into consultations and agreements, as appropriate,

- 1 with the government of each foreign country that is a
- 2 party to an agreement referred to in subsection (a) for
- 3 purposes of implementing the electronic verification sys-
- 4 tem established under such subsection.
- 5 (c) Confidentiality.—The electronic verification
- 6 system established under subsection (a) shall ensure that
- 7 proprietary information, such as information about supply
- 8 chain participants, are coded so that only U.S. Customs
- 9 and Border Protection and Office of Textiles and Apparel
- 10 personnel can access such information.
- 11 (d) Sense of Congress.—It is the sense of Con-
- 12 gress that the President should seek to make the integra-
- 13 tion of the electronic verification system established under
- 14 subsection (a) in future free trade agreements a priority
- 15 in negotiations for such agreements.
- 16 SEC. 203. ESTABLISHMENT OF TEXTILE AND APPAREL NEW
- 17 IMPORTER PROGRAM.
- 18 (a) IN GENERAL.—Not later than 180 days after the
- 19 date of the enactment of this Act, the Commissioner shall
- 20 establish a new importer program that directs U.S. Cus-
- 21 toms and Border Protection to adjust bond amounts for
- 22 new importers of textile and apparel goods based on the
- 23 level of risk assessed by U.S. Customs and Border Protec-
- 24 tion for protection of revenue of the Federal Government.

1	(b) Requirements.—The Commissioner shall en-
2	sure that, as part of the new importer program established
3	under subsection (a), U.S. Customs and Border Protec-
4	tion—
5	(1) develops risk assessment guidelines for new
6	importers of textile and apparel imports;
7	(2) adjusts bond amounts for new importers in
8	accordance with the risk assessment guidelines de-
9	veloped under paragraph (1);
10	(3) maintains a centralized database of new im-
11	porters; and
12	(4) ensures accuracy of required information
13	provided to U.S. Customs and Border Protection by
14	new importers.
15	(c) Bonding Authority.—Section 623(b) of the
16	Tariff Act of 1930 (19 U.S.C. 1623(b)) is amended by
17	adding at the end the following new paragraph:
18	"(5) In the case of importation of textile or ap-
19	parel articles, by regulation or specific instruction
20	require, or authorize U.S. Customs and Border Pro-
21	tection officers to require, the amount of the bond
22	to include amounts equal to any duties, fees, or pen-
23	alties estimated to be payable on such articles. For
24	purposes of this paragraph, amounts equal to any

penalties estimated to be payable on such articles

- shall be based on a risk assessment of the new im-
- 2 porter carried out in accordance with section 203 of
- 3 the Textile Security and Enforcement Act of 2011.
- 4 Any person who violates this paragraph shall be lia-
- 5 ble for a civil penalty of \$50,000 for each such viola-
- 6 tion.".
- 7 (d) Other Penalties.—In addition to the penalties
- 8 specified in paragraph (5) of section 623(b) of the Tariff
- 9 Act of 1930 (19 U.S.C. 1623(b)), as added by subsection
- 10 (c) of this section, for a violation of such paragraph, any
- 11 person who violates any other customs law of the United
- 12 States with respect to the importation of textile or apparel
- 13 articles shall be subject to any applicable civil or criminal
- 14 penalty, including seizure and forfeiture that may be im-
- 15 posed under such customs law, including section 592 of
- 16 the Tariff Act of 1930 (19 U.S.C. 1592).
- 17 SEC. 204. NONRESIDENT IMPORTER DECLARATION PRO-
- 18 GRAM FOR TEXTILE OR APPAREL ARTICLES.
- 19 (a) Establishment of Program.—Not later than
- 20 180 days after the date of the enactment of this Act, the
- 21 Commissioner shall establish and maintain a nonresident
- 22 importer declaration program with respect to the importa-
- 23 tion of textile or apparel articles. The program shall re-
- 24 quire nonresident importers of textile or apparel articles
- 25 to provide the information required under subsection (b)

- 1 and declare the information required under subsection (c),
- 2 and require that such information accompany the entry
- 3 summary documentation for such textile or apparel arti-
- 4 cles.
- 5 (b) Information Required.—The Commissioner
- 6 shall require the following information to be submitted by
- 7 any nonresident importer seeking to import textile or ap-
- 8 parel articles:
- 9 (1) An identification of a resident agent in the
- 10 State in which the port of entry is located who is au-
- thorized to accept service of process against the non-
- resident importer in connection with the importation
- of the textile or apparel articles.
- 14 (2) A certification that the resident agent de-
- scribed in paragraph (1) has assets in the United
- States in sufficient amounts for the purpose of en-
- suring the payment of any additional loss of revenue
- not covered by any surety bond or for any civil pen-
- alties levied by the Federal Government in connec-
- 20 tion with the importation of the textile or apparel
- 21 articles.
- 22 (3) A copy of the commercial invoice accom-
- panying the shipment of the textile or apparel arti-
- cles, including the name, address, and contact infor-
- 25 mation for each person in the transaction, such as

- 1 the trading house, the freight forwarder, and the ul-
- 2 timate purchaser of the goods.
- 3 (c) Declarations Required.—Pursuant to proce-
- 4 dures prescribed by the Commissioner, any nonresident
- 5 importer seeking to import textile or apparel articles shall
- 6 declare the following:
- 7 (1) The nonresident importer has secured a
- 8 bond in connection with the importation of the tex-
- 9 tile or apparel articles as required by paragraph (5)
- of section 623(b) of the Tariff Act of 1930 (19
- 11 U.S.C. 1623(b)) (as added by section 203(c) of this
- 12 Act).
- 13 (2) The nonresident importer has established a
- power of attorney in connection with the importation
- of the textile or apparel articles.
- 16 (d) AUTHORITY.—A resident agent under this section
- 17 shall accept service of process on behalf of the nonresident
- 18 importer of such agent for the purpose of duties, penalties,
- 19 or other fines issued by the Secretary of Homeland Secu-
- 20 rity or the Commissioner if the Secretary or the Commis-
- 21 sioner is unable to collect duties, penalties, or other fines
- 22 from such nonresident importer.
- 23 (e) Penalties.—

- 1 (1) IN GENERAL.—It shall be unlawful for any person to import into the United States any textile or apparel article in violation of this section.
 - (2) CIVIL PENALTIES.—Any person who violates paragraph (1) shall be liable for a civil penalty of \$50,000 for each such violation.
 - (3) OTHER PENALTIES.—In addition to the penalties specified in paragraph (2), any violation of this section that violates any other customs or trade law of the United States shall be subject to any applicable civil and criminal penalty, including seizure and forfeiture, that may be imposed under such customs or trade law or title 18, United States Code, with respect to the importation of textile or apparel articles.

16 TITLE III—ESTABLISHMENT OF

17 **TEXTILE AND APPAREL MAN-**

18 UFACTURING AND SUPPLIER

19 **REGISTRY**

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- 20 SEC. 301. ESTABLISHMENT OF TEXTILE AND APPAREL MAN-
- 21 UFACTURING AND SUPPLIER REGISTRY.
- Not later than 180 days after the date of enactment
- 23 of this Act, the President, acting through the Commis-
- 24 sioner and in coordination with the head of the Office of
- 25 Textiles and Apparel of the Department of Commerce,

- 1 shall establish an electronic Textile and Apparel Manufac-
- 2 turing Supplier Registry pilot program to serve as a cen-
- 3 tralized database of United States producers and manu-
- 4 facturers of thread, yarn, fabric, and apparel that supply
- 5 products to companies in the United States, countries that
- 6 are parties to the North American Free Trade Agreement,
- 7 the Central American Free Trade Agreement, and other
- 8 free trade or preference regions in the Western Hemi-
- 9 sphere.

10 TITLE IV—IMPLEMENTATION 11 REPORT

- 12 SEC. 401. IMPLEMENTATION REPORT.
- Not later than one year after the date of the enact-
- 14 ment of this Act, the Commissioner shall submit to the
- 15 Committee on Ways and Means and the Committee on
- 16 Homeland Security of the House of Representatives, the
- 17 Committee on Finance and the Committee on Homeland
- 18 Security and Governmental Affairs of the Senate, and the
- 19 co-chairs of the Congressional Textile Caucus a report on
- 20 the implementation of this Act.

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