

1 (b) *DEFINITION OF INTERNATIONALLY RECOGNIZED*
2 *WORKER RIGHTS.*—Section 507(4) of the Trade Act of 1974
3 (19 U.S.C. 2467(4)) is amended by amending subparagraph
4 (D) to read as follows:

5 “(D) a minimum age for the employment of
6 children, and a prohibition on the worst forms of
7 child labor, as defined in paragraph (6); and”.

8 ***DIVISION E—MISCELLANEOUS***
9 ***PROVISIONS***

10 ***TITLE L—MISCELLANEOUS***
11 ***TRADE BENEFITS***

12 ***Subtitle A—Wool Provisions***

13 ***SEC. 5101. WOOL PROVISIONS.***

14 (a) *SHORT TITLE.*—This section may be cited as the
15 “Wool Manufacturer Payment Clarification and Technical
16 Corrections Act”.

17 (b) *CLARIFICATION OF TEMPORARY DUTY SUSPEN-*
18 *SION.*—Heading 9902.51.13 of the Harmonized Tariff
19 Schedule of the United States is amended by inserting “av-
20 erage” before “diameters”.

21 (c) *PAYMENTS TO MANUFACTURERS OF CERTAIN*
22 *WOOL PRODUCTS.*—

23 (1) *PAYMENTS.*—Section 505 of the Trade and
24 Development Act of 2000 (Public Law 106–200; 114
25 Stat. 303) is amended as follows:



1 (A) *Subsection (a) is amended—*

2 (i) *by striking “In each of the calendar*
3 *years” and inserting “For each of the cal-*
4 *endar years”; and*

5 (ii) *by striking “for a refund of duties”*
6 *and all that follows through the end of the*
7 *subsection and inserting “for a payment*
8 *equal to an amount determined pursuant to*
9 *subsection (d)(1).”.*

10 (B) *Subsection (b) is amended to read as*
11 *follows:*

12 “(b) *WOOL YARN.—*

13 “(1) *IMPORTING MANUFACTURERS.—For each of*
14 *the calendar years 2000, 2001, and 2002, a manufac-*
15 *turer of worsted wool fabrics who imports wool yarn*
16 *of the kind described in heading 5107.10 or*
17 *9902.51.13 of the Harmonized Tariff Schedule of the*
18 *United States shall be eligible for a payment equal to*
19 *an amount determined pursuant to subsection (d)(2).*

20 “(2) *NONIMPORTING MANUFACTURERS.—For*
21 *each of the calendar years 2001 and 2002, any other*
22 *manufacturer of worsted wool fabrics of imported*
23 *wool yarn of the kind described in heading 5107.10*
24 *or 9902.51.13 of the Harmonized Tariff Schedule of*
25 *the United States shall be eligible for a payment*



1 *equal to an amount determined pursuant to sub-*
2 *section (d)(2).”.*

3 *(C) Subsection (c) is amended to read as*
4 *follows:*

5 “(c) *WOOL FIBER AND WOOL TOP.—*

6 “(1) *IMPORTING MANUFACTURERS.—For each of*
7 *the calendar years 2000, 2001, and 2002, a manufac-*
8 *turer of wool yarn or wool fabric who imports wool*
9 *fiber or wool top of the kind described in heading*
10 *5101.11, 5101.19, 5101.21, 5101.29, 5101.30, 5103.10,*
11 *5103.20, 5104.00, 5105.21, 5105.29, or 9902.51.14 of*
12 *the Harmonized Tariff Schedule of the United States*
13 *shall be eligible for a payment equal to an amount*
14 *determined pursuant to subsection (d)(3).*

15 “(2) *NONIMPORTING MANUFACTURERS.—For*
16 *each of the calendar years 2001 and 2002, any other*
17 *manufacturer of wool yarn or wool fabric of imported*
18 *wool fiber or wool top of the kind described in head-*
19 *ing 5101.11, 5101.19, 5101.21, 5101.29, 5101.30,*
20 *5103.10, 5103.20, 5104.00, 5105.21, 5105.29, or*
21 *9902.51.14 of the Harmonized Tariff Schedule of the*
22 *United States shall be eligible for a payment equal to*
23 *an amount determined pursuant to subsection*
24 *(d)(3).”.*



1 (D) Section 505 is further amended by
2 striking subsection (d) and inserting the fol-
3 lowing new subsections:

4 “(d) AMOUNT OF ANNUAL PAYMENTS TO MANUFAC-
5 TURERS.—

6 “(1) MANUFACTURERS OF MEN’S SUITS, ETC. OF
7 IMPORTED WORSTED WOOL FABRICS.—

8 “(A) ELIGIBLE TO RECEIVE MORE THAN
9 \$5,000.—Each annual payment to manufacturers
10 described in subsection (a) who, according to the
11 records of the Customs Service as of September
12 11, 2001, are eligible to receive more than \$5,000
13 for each of the calendar years 2000, 2001, and
14 2002, shall be in an amount equal to one-third
15 of the amount determined by multiplying
16 \$30,124,000 by a fraction—

17 “(i) the numerator of which is the
18 amount attributable to the duties paid on
19 eligible wool products imported in calendar
20 year 1999 by the manufacturer making the
21 claim, and

22 “(ii) the denominator of which is the
23 total amount attributable to the duties paid
24 on eligible wool products imported in cal-
25 endar year 1999 by all the manufacturers



1 *described in subsection (a) who, according*
2 *to the records of the Customs Service as of*
3 *September 11, 2001, are eligible to receive*
4 *more than \$5,000 for each such calendar*
5 *year under this section as it was in effect*
6 *on that date.*

7 “(B) *ELIGIBLE WOOL PRODUCTS.*—*For pur-*
8 *poses of subparagraph (A), the term ‘eligible*
9 *wool products’ refers to imported worsted wool*
10 *fabrics described in subsection (a).*

11 “(C) *OTHERS.*—*All manufacturers described*
12 *in subsection (a), other than the manufacturers*
13 *to which subparagraph (A) applies, shall each*
14 *receive an annual payment in an amount equal*
15 *to one-third of the amount determined by divid-*
16 *ing \$1,665,000 by the number of all such other*
17 *manufacturers.*

18 “(2) *MANUFACTURERS OF WORSTED WOOL FAB-*
19 *RICS OF IMPORTED WOOL YARN.*—

20 “(A) *IMPORTING MANUFACTURERS.*—*Each*
21 *annual payment to an importing manufacturer*
22 *described in subsection (b)(1) shall be in an*
23 *amount equal to one-third of the amount deter-*
24 *mined by multiplying \$2,202,000 by a*
25 *fraction—*



1 “(i) the numerator of which is the
2 amount attributable to the duties paid on
3 eligible wool products imported in calendar
4 year 1999 by the importing manufacturer
5 making the claim, and

6 “(ii) the denominator of which is the
7 total amount attributable to the duties paid
8 on eligible wool products imported in cal-
9 endar year 1999 by all the importing man-
10 ufacturers described in subsection (b)(1).

11 “(B) ELIGIBLE WOOL PRODUCTS.—For pur-
12 poses of subparagraph (A), the term ‘eligible
13 wool products’ refers to imported wool yarn de-
14 scribed in subsection (b)(1).

15 “(C) NONIMPORTING MANUFACTURERS.—
16 Each annual payment to a nonimporting manu-
17 facturer described in subsection (b)(2) shall be in
18 an amount equal to one-half of the amount deter-
19 mined by multiplying \$141,000 by a fraction—

20 “(i) the numerator of which is the
21 amount attributable to the purchases of im-
22 ported eligible wool products in calendar
23 year 1999 by the nonimporting manufac-
24 turer making the claim, and



1 “(i) the denominator of which is the
2 total amount attributable to the purchases
3 of imported eligible wool products in cal-
4 endar year 1999 by all the nonimporting
5 manufacturers described in subsection
6 (b)(2).

7 “(3) *MANUFACTURERS OF WOOL YARN OR WOOL*
8 *FABRIC OF IMPORTED WOOL FIBER OR WOOL TOP.—*

9 “(A) *IMPORTING MANUFACTURERS.—Each*
10 *annual payment to an importing manufacturer*
11 *described in subsection (c)(1) shall be in an*
12 *amount equal to one-third of the amount deter-*
13 *mined by multiplying \$1,522,000 by a*
14 *fraction—*

15 “(i) the numerator of which is the
16 amount attributable to the duties paid on
17 eligible wool products imported in calendar
18 year 1999 by the importing manufacturer
19 making the claim, and

20 “(ii) the denominator of which is the
21 total amount attributable to the duties paid
22 on eligible wool products imported in cal-
23 endar year 1999 by all the importing man-
24 ufacturers described in subsection (c)(1).



1 “(B) *ELIGIBLE WOOL PRODUCTS.*—*For pur-*
2 *poses of subparagraph (A), the term ‘eligible*
3 *wool products’ refers to imported wool fiber or*
4 *wool top described in subsection (c)(1).*

5 “(C) *NONIMPORTING MANUFACTURERS.*—
6 *Each annual payment to a nonimporting manu-*
7 *facturer described in subsection (c)(2) shall be in*
8 *an amount equal to one-half of the amount deter-*
9 *mined by multiplying \$597,000 by a fraction—*

10 “(i) *the numerator of which is the*
11 *amount attributable to the purchases of im-*
12 *ported eligible wool products in calendar*
13 *year 1999 by the nonimporting manufac-*
14 *turer making the claim, and*

15 “(ii) *the denominator of which is the*
16 *amount attributable to the purchases of im-*
17 *ported eligible wool products in calendar*
18 *year 1999 by all the nonimporting manu-*
19 *facturers described in subsection (c)(2).*

20 “(4) *LETTERS OF INTENT.*—*Except for the non-*
21 *importing manufacturers described in subsections*
22 *(b)(2) and (c)(2) who may make claims under this*
23 *section by virtue of the enactment of the Wool Manu-*
24 *facturer Payment Clarification and Technical Correc-*
25 *tions Act, only manufacturers who, according to the*



1 *records of the Customs Service, filed with the Customs*
2 *Service before September 11, 2001, letters of intent to*
3 *establish eligibility to be claimants are eligible to*
4 *make a claim for a payment under this section.*

5 *“(5) AMOUNT ATTRIBUTABLE TO PURCHASES BY*
6 *NONIMPORTING MANUFACTURERS.—*

7 *“(A) AMOUNT ATTRIBUTABLE.—For pur-*
8 *poses of paragraphs (2)(C) and (3)(C), the*
9 *amount attributable to the purchases of imported*
10 *eligible wool products in calendar year 1999 by*
11 *a nonimporting manufacturer shall be the*
12 *amount the nonimporting manufacturer paid for*
13 *eligible wool products in calendar year 1999, as*
14 *evidenced by invoices. The nonimporting manu-*
15 *facturer shall make such calculation and submit*
16 *the resulting amount to the Customs Service,*
17 *within 45 days after the date of enactment of the*
18 *Wool Manufacturer Payment Clarification and*
19 *Technical Corrections Act, in a signed affidavit*
20 *that attests that the information contained there-*
21 *in is true and accurate to the best of the affiant’s*
22 *belief and knowledge. The nonimporting manu-*
23 *facturer shall retain the records upon which the*
24 *calculation is based for a period of five years be-*



1 *ginning on the date the affidavit is submitted to*
2 *the Customs Service.*

3 *“(B) ELIGIBLE WOOL PRODUCT.—For pur-*
4 *poses of subparagraph (A)—*

5 *“(i) the eligible wool product for non-*
6 *importing manufacturers of worsted wool*
7 *fabrics is wool yarn of the kind described in*
8 *heading 5107.10 or 9902.51.13 of the Har-*
9 *monized Tariff Schedule of the United*
10 *States purchased in calendar year 1999;*
11 *and*

12 *“(ii) the eligible wool products for non-*
13 *importing manufacturers of wool yarn or*
14 *wool fabric are wool fiber or wool top of the*
15 *kind described in heading 5101.11, 5101.19,*
16 *5101.21, 5101.29, 5101.30, 5103.10,*
17 *5103.20, 5104.00, 5105.21, 5105.29, or*
18 *9902.51.14 of such Schedule purchased in*
19 *calendar year 1999.*

20 *“(6) AMOUNT ATTRIBUTABLE TO DUTIES PAID.—*
21 *For purposes of paragraphs (1), (2)(A), and (3)(A),*
22 *the amount attributable to the duties paid by a man-*
23 *ufacturer shall be the amount shown on the records of*
24 *the Customs Service as of September 11, 2001, under*
25 *this section as then in effect.*



1 “(7) *SCHEDULE OF PAYMENTS; REALLOCA-*
2 *TIONS.—*

3 “(A) *SCHEDULE.—Of the payments de-*
4 *scribed in paragraphs (1), (2)(A), and (3)(A),*
5 *the Customs Service shall make the first and sec-*
6 *ond installments on or before the date that is 45*
7 *days after the date of enactment of the Wool*
8 *Manufacturer Payment Clarification and Tech-*
9 *nical Corrections Act, and the third installment*
10 *on or before April 15, 2003. Of the payments de-*
11 *scribed in paragraphs (2)(C) and (3)(C), the*
12 *Customs Service shall make the first installment*
13 *on or before the date that is 120 days after the*
14 *date of enactment of the Wool Manufacturer*
15 *Payment Clarification and Technical Corre-*
16 *ctions Act, and the second installment on or be-*
17 *fore April 15, 2003.*

18 “(B) *REALLOCATIONS.—In the event that a*
19 *manufacturer that would have received payment*
20 *under subparagraph (A) or (C) of paragraph*
21 *(1), (2), or (3) ceases to be qualified for such*
22 *payment as such a manufacturer, the amounts*
23 *otherwise payable to the remaining manufactur-*
24 *ers under such subparagraph shall be increased*



1 *on a pro rata basis by the amount of the pay-*
2 *ment such manufacturer would have received.*

3 “(8) *REFERENCE.*—*For purposes of paragraphs*
4 *(1)(A) and (6), the ‘records of the Customs Service as*
5 *of September 11, 2001’ are the records of the Wool*
6 *Duty Unit of the Customs Service on September 11,*
7 *2001, as adjusted by the Customs Service to the extent*
8 *necessary to carry out this section. The amounts so*
9 *adjusted are not subject to administrative or judicial*
10 *review.*

11 “(e) *AFFIDAVITS BY MANUFACTURERS.*—

12 “(1) *AFFIDAVIT REQUIRED.*—*A manufacturer*
13 *may not receive a payment under this section for cal-*
14 *endar year 2000, 2001, or 2002, as the case may be,*
15 *unless that manufacturer has submitted to the Cus-*
16 *tom Service for that calendar year a signed affidavit*
17 *that attests that, during that calendar year, the affi-*
18 *ant was a manufacturer in the United States de-*
19 *scribed in subsection (a), (b), or (c).*

20 “(2) *TIMING.*—*An affidavit under paragraph (1)*
21 *shall be valid—*

22 “(A) *in the case of a manufacturer de-*
23 *scribed in paragraph (1), (2)(A), or (3)(A) of*
24 *subsection (d) filing a claim for a payment for*
25 *calendar year 2000 or 2001, or both, only if the*



1 *affidavit is postmarked no later than 15 days*
2 *after the date of enactment of the Wool Manufac-*
3 *turer Payment Clarification and Technical Cor-*
4 *rections Act; and*

5 *“(B) in the case of a claim for a payment*
6 *for calendar year 2002, only if the affidavit is*
7 *postmarked no later than March 1, 2003.*

8 *“(f) OFFSETS.—Notwithstanding any other provision*
9 *of this section, any amount otherwise payable under sub-*
10 *section (d) to a manufacturer in calendar year 2001 and,*
11 *where applicable, in calendar years 2002 and 2003, shall*
12 *be reduced by the amount of any payment received by that*
13 *manufacturer under this section before the enactment of the*
14 *Wool Manufacturer Payment Clarification and Technical*
15 *Corrections Act.*

16 *“(g) DEFINITION.—For purposes of this section, the*
17 *manufacturer is the party that owns—*

18 *“(1) imported worsted wool fabric, of the kind*
19 *described in heading 9902.51.11 or 9902.51.12 of the*
20 *Harmonized Tariff Schedule of the United States, at*
21 *the time the fabric is cut and sewn in the United*
22 *States into men’s or boys’ suits, suit-type jackets, or*
23 *trousers;*

24 *“(2) imported wool yarn, of the kind described*
25 *in heading 5107.01 or 9902.51.13 of such Schedule, at*



1 *the time the yarn is processed in the United States*
2 *into worsted wool fabric; or*

3 “(3) *imported wool fiber or wool top, of the kind*
4 *described in heading 5101.11, 5101.19, 5101.21,*
5 *5101.29, 5101.30, 5103.10, 5103.20, 5104.00, 5105.21,*
6 *5105.29, or 9902.51.14 of such Schedule, at the time*
7 *the wool fiber or wool top is processed in the United*
8 *States into wool yarn.”.*

9 (2) *FUNDING.—There is authorized to be appro-*
10 *propriated and is hereby appropriated, out of amounts*
11 *in the General Fund of the Treasury not otherwise*
12 *appropriated, \$36,251,000 to carry out the amend-*
13 *ments made by paragraph (1).*

14 **SEC. 5102. DUTY SUSPENSION ON WOOL.**

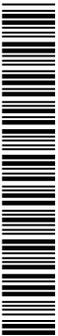
15 (a) *EXTENSION OF TEMPORARY DUTY REDUCTIONS.—*

16 (1) *HEADING 9902.51.11.—Heading 9902.51.11 of*
17 *the Harmonized Tariff Schedule of the United States*
18 *is amended by striking “2003” and inserting “2005”.*

19 (2) *HEADING 9902.51.12.—Heading 9902.51.12 of*
20 *the Harmonized Tariff Schedule of the United States*
21 *is amended—*

22 (A) *by striking “2003” and inserting*
23 *“2005”; and*

24 (B) *by striking “6%” and inserting “Free”.*



1 (3) *HEADING 9902.51.13.—Heading 9902.51.13 of*
2 *the Harmonized Tariff Schedule of the United States*
3 *is amended by striking “2003” and inserting “2005”.*

4 (4) *HEADING 9902.51.14.—Heading 9902.51.14 of*
5 *the Harmonized Tariff Schedule of the United States*
6 *is amended by striking “2003” and inserting “2005”.*

7 (b) *LIMITATION ON QUANTITY OF IMPORTS.—*

8 (1) *NOTE 15.—U.S. Note 15 to subchapter II of*
9 *chapter 99 of the Harmonized Tariff Schedule of the*
10 *United States is amended—*

11 (A) *by striking “from January 1 to Decem-*
12 *ber 31 of each year, inclusive”; and*

13 (B) *by striking “, or such other” and insert-*
14 *ing the following: “in calendar year 2001,*
15 *3,500,000 square meter equivalents in calendar*
16 *year 2002, and 4,500,000 square meter equiva-*
17 *lents in calendar year 2003 and each calendar*
18 *year thereafter, or such greater”.*

19 (2) *NOTE 16.—U.S. Note 16 to subchapter II of*
20 *chapter 99 of the Harmonized Tariff Schedule of the*
21 *United States is amended—*

22 (A) *by striking “from January 1 to Decem-*
23 *ber 31 of each year, inclusive”; and*

24 (B) *by striking “, or such other” and insert-*
25 *ing the following: “in calendar year 2001,*



1 2,500,000 square meter equivalents in calendar
2 year 2002, and 3,500,000 square meter equiva-
3 lents in calendar year 2003 and each calendar
4 year thereafter, or such greater”.

5 (c) *EXTENSION OF DUTY REFUNDS AND WOOL RE-*
6 *SEARCH TRUST FUND.*—

7 (1) *IN GENERAL.*—*The United States Customs*
8 *Service shall pay each manufacturer that receives a*
9 *payment under section 505 of the Trade and Develop-*
10 *ment Act of 2000 (Public Law 106–200) for calendar*
11 *year 2002, and that provides an affidavit that it re-*
12 *maines a manufacturer in the United States as of*
13 *January 1 of the year of the payment, 2 additional*
14 *payments, each payment equal to the payment re-*
15 *ceived for calendar year 2002 as follows:*

16 (A) *The first payment to be made after*
17 *January 1, 2004, but on or before April 15,*
18 *2004.*

19 (B) *The second payment to be made after*
20 *January 1, 2005, but on or before April 15,*
21 *2005.*

22 (2) *CONFORMING AMENDMENT.*—*Section 506(f)*
23 *of the Trade and Development Act of 2000 (Public*
24 *Law 106–200) is amended by striking “2004” and*
25 *inserting “2006”.*



1 (3) *AUTHORIZATION.*—*There is authorized to be*
2 *appropriated and is hereby appropriated out of*
3 *amounts in the general fund of the Treasury not oth-*
4 *erwise appropriated such sums as are necessary to*
5 *carry out the provisions of this subsection.*

6 (d) *EFFECTIVE DATE.*—*The amendment made by sub-*
7 *section (a)(2)(B) applies to goods entered, or withdrawn*
8 *from warehouse for consumption, on or after January 1,*
9 *2002.*

10 ***Subtitle B—Other Provisions***

11 ***SEC. 5201. FUND FOR WTO DISPUTE SETTLEMENTS.***

12 (a) *ESTABLISHMENT OF FUND.*—*There is established*
13 *in the Treasury a fund for the payment of settlements under*
14 *this section.*

15 (b) *AUTHORITY OF USTR TO PAY SETTLEMENTS.*—
16 *Amounts in the fund established under subsection (a) shall*
17 *be available, as provided in appropriations Acts, only for*
18 *the payment by the United States Trade Representative of*
19 *the amount of the total or partial settlement of any dispute*
20 *pursuant to proceedings under the auspices of the World*
21 *Trade Organization, if—*

22 (1) *in the case of a total or partial settlement in*
23 *an amount of not more than \$10,000,000, the Trade*
24 *Representative certifies to the Secretary of the Treas-*

