
TARIFF TREATMENT OF CERTAIN ARTICLES

OCTOBER 17, 1966.—Ordered to be printed

Mr. MILLS, from the committee of conference, submitted the following

CONFERENCE REPORT

[To accompany H.R. 11216]

The committee of conference on the disagreeing votes of the two Houses on the amendments of the Senate to the bill (H.R. 11216) relating to the tariff treatment of articles assembled abroad of products of the United States, having met, after full and free conference, have agreed to recommend and do recommend to their respective Houses as follows:

That the House recede from its disagreement to the amendments of the Senate numbered 1, 4, and 5, and agree to the same.

Amendment numbered 2:

That the House recede from its disagreement to the amendment of the Senate numbered 2, and agree to the same with an amendment as follows:

On page 3, line 1, of the Senate engrossed amendments, strike out "60th" and insert *120th*; and the Senate agree to the same.

Amendment numbered 3:

That the House recede from its disagreement to the amendment of the Senate numbered 3, and agree to the same with an amendment, as follows:

On page 3 of the Senate engrossed amendments, in the matter following line 6, strike out "Free" in the last column and insert *The column 2 rate applicable in the absence of this item*; and the Senate agree to the same.

That the House recede from its disagreement to the amendment of the Senate to the title of the bill and the Senate agree to the same.

W. D. MILLS,
CECIL R. KING,
HALE BOGGS,
EUGENE J. KEOGH,
JOHN W. BYRNES,
THOS. B. CURTIS,
JAMES B. UTT,

Managers on the Part of the House.

RUSSELL B. LONG,
GEORGE A. SMATHERS,
CLINTON ANDERSON,
FRANK CARLSON,
WALLACE F. BENNETT,

Managers on the Part of the Senate.

STATEMENT OF THE MANAGERS ON THE PART OF THE HOUSE

The managers on the part of the House at the conference on the disagreeing votes of the two Houses on the amendments of the Senate to the bill (H.R. 11216) relating to the tariff treatment of articles assembled abroad of products of the United States, submit the following statement in explanation of the effect of the action agreed upon by the conferees and recommended in the accompanying conference report:

Amendment No. 1: Item 807.00 of the Tariff Schedules of the United States provides for partial exemption from duty for qualifying imported articles to the extent of the value of components exported from the United States that have been assembled in the articles abroad. The bill as passed by both the House and the Senate amends item 807.00 by eliminating the requirement that a U.S. component must have been exported for the purpose of assembly and return to the United States as part of an assembled article. Senate amendment numbered 1 makes technical changes in the effective date because of the passage of time since the bill was passed by the House. Under the amendment, the bill will apply where the assembled article is entered or withdrawn from warehouse for consumption on or after the date of the enactment of the bill. The provision will also apply where the assembled article was entered or withdrawn from warehouse for consumption after August 30, 1963, and before the date of the enactment of the bill if request therefor is filed on or before the 120th day after the date of the enactment of the bill. The House recedes.

Amendment No. 2: This amendment adds a new section to the bill relating to the duty treatment of acrylic resin and polyester resin buttons (whether finished or unfinished) which are the product of an insular possession of the United States and which are manufactured or produced from button blanks or unfinished buttons which were the product of any foreign country. Under existing law, if the foreign materials do not exceed 50 percent of the total value, such buttons are exempt from duty. Under the amendment, such buttons are to be subject to duty at the rate which applies to products of such foreign country. Under the Senate amendment the new section would apply in the case of articles entered, or withdrawn from warehouse, for consumption after the 60th day after the date of the enactment of the bill.

Under the conference agreement, the House agrees to the new section with an amendment changing the effective date so that it applies with respect to articles entered, or withdrawn from warehouse, for consumption after the 120th day after the date of the enactment of the bill.

Amendment No. 3: This amendment adds a new section to the bill which provides duty-free treatment for enumerated articles (whether or not in sets) which are fabricated to specification and designed for the classroom instruction for children. It also applies to containers or holders fabricated to specification and designed for

the storage of such instructional articles when not in use. The articles must be imported exclusively for the use of the institution involved, and not for distribution, sale, or other commercial use.

The amendment applies with respect to articles entered, or withdrawn from warehouse, for consumption on or after the date of the enactment of the bill.

The House recedes with an amendment under which the column 2 rate is the column 2 rate applicable in the absence of the new provision.

Amendment No. 4: This amendment adds a new section to the bill authorizing and directing the Secretary of the Treasury to admit the following articles (and accompanying equipment, parts, accessories, and appurtenances) free of duty:

- (1) One Weissenberg rheogoniometer imported for the use of the Case Institute of Technology,
- (2) One mass spectrometer imported for the use of the University of Nebraska,
- (3) One mass spectrometer imported for the use of Utah State University,
- (4) One mass spectrometer imported for the use of the University of Hawaii, and
- (5) One Weissenberg rheogoniometer imported for the use of the University of Utah.

The House recedes.

Amendment No. 5: This amendment adds a new section to the bill authorizing and directing the Secretary of the Treasury to admit free of duty any article which is entered, or withdrawn from warehouse, for consumption on or after June 8, 1962, solely for use at the International Peace Garden, Dunseith, N. Dak., and which is the gift to the International Peace Garden of a citizen or resident of Canada, of a Canadian corporation or organization, or of the Government of Canada or of any Province or political subdivision thereof.

Entries and withdrawals of articles covered by the amendment which are made on or after June 8, 1962, and before the date of the enactment of the bill are to be afforded the duty-free treatment if a request is filed within 120 days after the date of the enactment of the bill.

The International Peace Garden is required to notify customs officers at the port of entry and pay the duty on any article if (within 5 years after admitted free of duty) the article (1) is used within the United States at any place other than the International Peace Garden, (2) is transferred by it to any person other than the donor, or (3) is sold by it to any person.

The House recedes.

W. D. MILLS,
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Managers on the Part of the House.