

109TH CONGRESS
2D SESSION

S. 3183

To provide that certain vessel repairs done by United States crews are not subject to duty.

IN THE SENATE OF THE UNITED STATES

MAY 25, 2006

Mr. LOTT introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To provide that certain vessel repairs done by United States crews are not subject to duty.

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. VESSEL REPAIR DUTIES.**

4 (a) EXEMPTION.—Section 466(h) of the Tariff Act
5 of 1930 (19 U.S.C. 1466(h)) is amended by striking para-
6 graph (4) and inserting the following:

7 “(4) the cost of equipment, repair parts, and
8 materials that are installed on a vessel documented
9 under the laws of the United States and engaged in
10 the foreign or coasting trade, if the installation is

1 done by members of the regular crew of such vessel
2 while the vessel is on the high seas, in foreign wa-
3 ters, or in a foreign port, and does not involve for-
4 eign shipyard repairs by foreign labor. Declaration
5 and entry shall not be required with respect to the
6 installation, equipment, parts, and materials de-
7 scribed in this paragraph.”.

8 (b) AMENDMENT TO HTS.—Subchapter XVIII of
9 chapter 98 of the Harmonized Tariff Schedule of the
10 United States is amended by striking “U.S. Note” and
11 inserting “U.S. Notes” and by adding after U.S. note 1
12 the following new note:

13 “2. Notwithstanding the provisions of subheadings
14 9818.00.03 through 9818.00.07, no duty shall apply to
15 the cost of equipment, repair parts, and materials that are
16 installed in a vessel documented under the laws of the
17 United States and engaged in the foreign or coasting
18 trade, if the installation is done by members of the regular
19 crew of such vessel while the vessel is on the high seas,
20 in foreign waters, or in a foreign port and does not involve
21 foreign shipyard repairs by foreign labor. Declaration and
22 entry shall not be required with respect to such installa-
23 tion, equipment, parts, and materials.”.

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section apply to vessel equipment, repair parts, and
3 materials installed on or after April 25, 2001.

