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LRB100 11667 MST 24580 a

1 AMENDMENT TO HOUSE JOINT RESOLUTION 37 2 AMENDMENT NO. . Amend House Joint Resolution 37 by 3 deleting everything and replacing it with the following: "WHEREAS, According to the United States Census Bureau, 4 Illinois is currently the fifth most populous state in the 5 6 country, with approximately 12,800,000 residents; and 7 WHEREAS, Illinois is the largest exporting state in the Midwest, and the fifth largest exporting state in the United 8 9 States; and 10 WHEREAS, Since 2009, Illinois exports have increased by 11 \$26.6 billion, or 64%, outperforming the national average of 53.5%; and 12

WHEREAS, Direct Illinois exports accounted for nearly 10%

of the Gross State Product (GSP); and

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- 1 WHEREAS, The role of Illinois in the global marketplace is 2 currently in flux as a new United States Trade Representative 3 takes office and the new presidential administration has 4 created a White House National Trade Council; and
- 5 WHEREAS, In recent years, the Illinois General Assembly has
  6 taken action on issues involving international trade which, if
  7 enacted, would almost certainly trigger claims by the World
  8 Trade Organization (WTO) against the United States, and
  9 possibly the imposition of countervailing duties or
  10 retaliatory tariffs by U.S. global trading partners; and
- 11 WHEREAS, The United States Census Bureau generates 12 international trade statistics relative to the importation and 13 exportation of products and goods in and to all 50 states and 14 some territories; and
  - WHEREAS, Comparative advantage is a concept in international trade law and economics which provides that countries should be encouraged to produce what they are best at producing and export such products and goods, and import those products and goods from a trading partner who is the best at producing that particular product or good; and
- 21 WHEREAS, The most recent trade statistics show that the

- 1 trade preferences provided to some non-market economies
- 2 affects the theory of comparative advantage and possibly
- 3 weakens the role that Illinois plays in the global marketplace;
- 4 and
- 5 WHEREAS, According to the United Nations, the World Bank,
- and the International Monetary Fund, the United States is the
- 7 world's largest economy and China is the second largest economy
- 8 in the world based upon their respective GDPs; and
- 9 WHEREAS, China's accession to the WTO was complete as of
- 10 December 11, 2001; and
- 11 WHEREAS, China's accession to the WTO was unique in that
- 12 China was one of the 23 original contracting parties to the
- 13 General Agreement on Tariffs and Trade (GATT) in 1948, but
- 14 withdrew after the Chinese Revolution in 1949, which pitted the
- ideologies of Mao Zedong and Chiang Kai- Shek; and
- 16 WHEREAS, Under WTO agreements, there are two types of
- 17 non-discrimination of interest: the Most Favored Nation (MFN)
- principle, and the National Treatment (NT) principle; under the
- 19 MFN principle, a WTO member may not discriminate between its
- 20 trading partners goods and services and service providers are
- 21 to be accorded MFN, i.e. equal treatment; at the same time, a
- 22 WTO member must provide NT it may not discriminate on its

- 1 internal market between its own and foreign products, services,
- 2 and nationals; and
- 3 WHEREAS, China, like all other WTO members, has agreed to
- 4 abide by all of the WTO agreements, including those provisions
- 5 requiring application of MFN and National Treatment; and
- 6 WHEREAS, In its Protocol of Accession, China agreed to
- 7 undertake additional actions in order to ensure the smooth
- 8 phasing in of these non-discrimination principles; and
- 9 WHEREAS, The WTO system also promotes undistorted trade
- 10 through the establishment of disciplines on subsidies and
- 11 dumping, allowing WTO members to respond to unfair trade
- 12 through the imposition of countervailing or anti-dumping
- duties; in addition, WTO members are empowered to impose
- 14 temporary safeguard measures, under strict rules, when faced
- 15 with a sudden surge in imports causing serious injury to a
- 16 domestic industry; and
- 17 WHEREAS, In other areas, China has committed to abide by
- 18 all WTO disciplines relating to subsidies and countervailing
- 19 measures, anti-dumping, and safeguards; and
- 20 WHEREAS, By joining the WTO, China has committed itself to
- abide by international treaty rules and the rule of law in the

- conduct of trade; and 1
- 2 WHEREAS, Illinois has eight foreign trades zones where
- foreign and domestic merchandise is considered international 3
- 4 trade and not subject to United States customs duties: Chicago,
- Rockford, Quad Cities, Peoria, Decatur, Granite City, 5
- 6 Lawrenceville, and Savanna; and
- 7 WHEREAS, Illinois maintains 10 foreign trade offices:
- 8 Mexico City, Mexico; Toronto, Canada; Brussels, Belgium;
- 9 Pretoria, South Africa; Jerusalem, Israel; Sao Paulo, Brazil;
- 10 Tokyo, Japan; New Delhi, India; and Hong Kong and Shanghai,
- 11 China; and
- 12 WHEREAS, In 1974, Illinois became the first state to open a
- 13 trade office in China when it opened an office in Hong Kong;
- Illinois added an office in Shanghai in 2000; both trade 14
- offices are dedicated to promoting Illinois-China business 15
- 16 relations; and
- WHEREAS, Illinois ranks fifth among the 50 states for 17
- 18 exports to China; Illinois exports to China totaled over \$4.71
- 19 billion in 2014, a 90.8% increase since 2009; Illinois ranks
- third among the 50 states in imports from China, totaling \$29.5 20
- 21 billion in 2014; and

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1 WHEREAS, Mexico is a WTO member subject to MFN and NT 2 principles; Illinois exports to Mexico totaled over \$7.9 billion in 2014, a 123.0% increase since 2009; Illinois imports 3 4 from Mexico totaled \$13.3 billion in 2014, a 116.8% increase 5 since 2009; Illinois ranks fourth among the 50 states in 6 imports from Mexico and is Mexico's second largest export 7 partner; and

WHEREAS, Russia is a WTO member subject to MFN and NT principles; Illinois ranks seventh among the 50 states for exports to Russia; Illinois exports to Russia totaled over \$448.1 million in 2014, a 79.5% increase since 2009; Illinois ranks seventh among the 50 states in imports from Russia, totaling \$790.2 million in 2014; therefore, be it

RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE ONE HUNDREDTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, THE SENATE CONCURRING HEREIN, that the Trade Policy Task Force is created within the Illinois Department of Commerce and Economic Opportunity - Office of Trade and Investment; and be it further

RESOLVED, That the Trade Policy Task Force is charged with the following duties: (1) analyze important issues relative to the growth of international trade from and to Illinois; (2) make recommendations to Congress, the United States Trade Representative, and the White House National Trade Council

- 1 regarding trade policies that best serve Illinois; and (3)
- promote the exportation of goods and services from Illinois and 2
- the importation of goods and services into Illinois; and be it 3
- 4 further
- 5 RESOLVED, That the Trade Policy Task Force shall consist of
- the following members: 6
- 7 (1) two appointed by the Speaker of the Illinois House
- 8 of Representatives - one of which is to be the Chair of the
- 9 International Trade and Commerce Committee;
- 10 (2) two appointed by the President of the Illinois
- 11 Senate;
- 12 (3) two appointed by the Minority Leader of the
- Illinois Senate; 13
- 14 (4) one appointed by the Illinois Chamber of Commerce
- 15 (5) one appointed by the Dean of the Consular Corps of
- 16 Chicago;
- 17 (6) one appointed by the Mayor of Chicago;
- 18 (7) three appointed by the Governor of Illinois;

1	(8) one appointed by the Illinois Manufacturers
2	Association;
3	(9) four appointed by the AFL-CIO;
4	(10) two appointed by the Minority Leader of the
5	Illinois House of Representatives - one of which is to be
6	the Minority Spokesman of the International Trade and
7	Commerce Committee;
8	(11) one appointed by the Illinois Farm Bureau;
9	(12) one appointed by the Illinois Chemical
10	Association;
11	(13) one appointed by the Illinois Coal Association;
12	(14) one appointed by the President of Chicago
13	International Trade Commissioners Association;
14	(15) one appointed by the Mayor of Rockford;
15	(16) one appointed by the Mayor of Peoria;
16	(17) one appointed by the Mayor of Granite City;

- (18) one appointed by the Mayor of Lawrenceville; and 1
- 2 (19) one appointed by the Mayor of Savanna; and be it
- 3 further
- RESOLVED, That the Illinois Department of Commerce and 4
- Economic Opportunity Office of Trade and Investment shall 5
- 6 provide administrative support for the Trade Policy Task Force
- 7 and shall reimburse for their reasonable and prudent expenses;
- and be it further 8
- 9 RESOLVED, That the Trade Policy Task Force shall provide a
- 10 final report by December 31, 2018."