

119TH CONGRESS 1ST SESSION H.R. 1840

To provide for phase-out of de minimis treatment under the Tariff Act of 1930, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 4, 2025

Ms. SÁNCHEZ introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To provide for phase-out of de minimis treatment under the Tariff Act of 1930, 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.
- 4 This Act may be cited as the "Closing the De Mini-
- 5 mis Loophole Act".
- 6 SEC. 2. ELIMINATION OF DE MINIMIS TREATMENT UNDER
- 7 THE TARIFF ACT OF 1930.
- 8 (a) In General.—Section 321(a)(2) of the Tariff
- 9 Act of 1930 (19 U.S.C. 1321(a)(2)) is amended—

- 1 (1) in subparagraph (B), by striking ", or" and 2 inserting "; and"; and
- 3 (2) by striking subparagraph (C) and all that 4 follows through "subdivision (2); and".
- 5 (b) Delayed Applicability Date.—The amend-6 ments made by this section shall take effect on the date 7 of the enactment of this Act and apply—
- 8 (1) with respect to articles originating in China,
 9 beginning on the date of the enactment of this Act,
 10 except with respect to such articles that were loaded
 11 onto a vessel at the port of loading, or in transit on
 12 the final mode of transport prior to entry into the
 13 United States, during the 3-day period ending on
 14 such date of enactment; and
 - (2) with respect to articles originating in any other country, to such articles entered, or withdrawn from warehouse for consumption, on or after the date that is 120 days after the date of the enactment of this Act.
- 20 (c) Rulemaking Required.—Pursuant to the au-
- 21 thority under section 251 of the Revised Statutes (19
- 22 U.S.C. 66) and any other applicable provision of law, the
- 23 Secretary of the Treasury shall, during the 120-day period
- 24 beginning on the date of the enactment of this Act, carry
- 25 out a rulemaking process to—

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- 1 (1) consistently implement the termination of 2 privileges with respect to entry of articles that were 3 authorized under section 321(a)(2)(C) of the Tariff 4 Act of 1930 (19 U.S.C. 1321(a)(2)(C)) before the 5 date of the enactment of this Act, including with re-6 spect to entry procedures;
 - (2) ensure that data requirements and entry procedures for informal modes of entry are sufficient to ensure the effective enforcement of the laws of the United States and the efficient and accurate collection of duties, fees, and taxes, including by requiring entities making entry of an article under any of chapters 50 through 63 of the Harmonized Tariff Schedule of the United States (HTS) to provide an identification of the HTS heading number or subheading number, including at the 10-digit level if applicable; and
 - (3) ensure that regulations and guidance establishing, implementing, and collecting penalties and liabilities associated with informal entry are sufficient to deter unlawful or fraudulent activity and to ensure the exercise of reasonable care in completing and providing accurate documentation.
- 24 (d) International Postal Agreements.—In the 25 case of shipments, the entry or release of which would

- 1 have been made under section 321(a)(2)(C) of the Tariff
- 2 Act of 1930 (19 U.S.C. 1321(a)(2)(C)) before the date
- 3 of the enactment of this Act, that are sent to the United
- 4 States through the international postal network, the Sec-
- 5 retary of the Treasury, in consultation with the Post-
- 6 master General, shall determine appropriate fees and pro-
- 7 cedures to ensure, to the extent feasible, consistency be-
- 8 tween the treatment of shipments by the U.S. Postal Serv-
- 9 ice and other shipments, and may prescribe such changes
- 10 through regulation.

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