## Calendar No. 562 <sup>110TH CONGRESS</sup> H.R.4040

## IN THE SENATE OF THE UNITED STATES

DECEMBER 19, 2007 Received and read the first time

JANUARY 23, 2008 Read the second time and placed on the calendar

## AN ACT

- To establish consumer product safety standards and other safety requirements for children's products and to reauthorize and modernize the Consumer Product Safety Commission.
  - 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; TABLE OF CONTENTS.

- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Consumer Product Safety Modernization Act".
- 6 (b) TABLE OF CONTENTS.—The table of contents for
- 7 this Act is as follows:
  - Sec. 1. Short title; table of contents.Sec. 2. References.

Sec. 3. Authority to issue implementing regulations.

#### TITLE I—CHILDREN'S PRODUCT SAFETY

- Sec. 101. Ban on children's products containing lead; lead paint rule.
- Sec. 102. Mandatory third-party testing for certain children's products.
- Sec. 103. Tracking labels for children's products.
- Sec. 104. Standards and consumer registration of durable nursery products.
- Sec. 105. Labeling requirement for certain internet and catalogue advertising of toys and games.
- Sec. 106. Study of preventable injuries and deaths in minority children related to consumer products.
- Sec. 107. Review of generally-applicable standards for toys.

#### TITLE II—CONSUMER PRODUCT SAFETY COMMISSION REFORM

- Sec. 201. Reauthorization of the Commission.
- Sec. 202. Structure and quorum.
- Sec. 203. Submission of copy of certain documents to Congress.
- Sec. 204. Expedited rulemaking.
- Sec. 205. Public disclosure of information.
- Sec. 206. Publicly available information on incidents involving injury or death.
- Sec. 207. Prohibition on stockpiling under other Commission-enforced statutes.
- Sec. 208. Notification of noncompliance with any Commission-enforced statute.
- Sec. 209. Enhanced recall authority and corrective action plans.
- Sec. 210. Website notice, notice to third party internet sellers, and radio and television notice.
- Sec. 211. Inspection of certified proprietary laboratories.
- Sec. 212. Identification of manufacturer, importers, retailers, and distributors.
- Sec. 213. Export of recalled and non-conforming products.
- Sec. 214. Prohibition on sale of recalled products.
- Sec. 215. Increased civil penalty.
- Sec. 216. Criminal penalties to include asset forfeiture.
- Sec. 217. Enforcement by State attorneys general.
- Sec. 218. Effect of rules on preemption.
- Sec. 219. Sharing of information with Federal, State, local, and foreign government agencies.
- Sec. 220. Inspector General authority and accessibility.
- Sec. 221. Repeal.
- Sec. 222. Industry-sponsored travel ban.
- Sec. 223. Annual reporting requirement.
- Sec. 224. Study on the effectiveness of authority relating to imported products.

### 1 SEC. 2. REFERENCES.

2 (a) COMMISSION.—As used in this Act, the term
3 "Commission" means the Consumer Product Safety Com4 mission.

5 (b) CONSUMER PRODUCT SAFETY ACT.—Except as6 otherwise expressly provided, whenever in this Act an

amendment is expressed as an amendment to a section
 or other provision, the reference shall be considered to be
 made to a section or other provision of the Consumer
 Product Safety Act (15 U.S.C. 2051 et seq.).

5 (c) RULE.—In this Act and the amendments made
6 by this Act, a reference to any rule under any Act enforced
7 by the Commission shall be considered a reference to any
8 rule, standard, ban, or order under any such Act.

9 SEC. 3. AUTHORITY TO ISSUE IMPLEMENTING REGULA-10 TIONS.

11 The Commission may issue regulations, as necessary,12 to implement this Act and the amendments made by this13 Act.

# 14 TITLE I—CHILDREN'S PRODUCT 15 SAFETY

16 SEC. 101. BAN ON CHILDREN'S PRODUCTS CONTAINING

17 LEAD; LEAD PAINT RULE.

18 (a) CHILDREN'S PRODUCTS CONTAINING LEAD.—

(1) BANNED HAZARDOUS SUBSTANCE.—Effective 180 days after the date of enactment of this
Act, any children's product containing more than the
amounts of lead set forth in paragraph (2) shall be
a banned hazardous substance within the meaning of
section 2(q)(1) of the Federal Hazardous Substances
Act (15 U.S.C. 1261(q)(1)).

1	(2) Standard for amount of lead.—The
2	amounts of lead referred to in paragraph (1) shall
3	be—
4	(A) 600 parts per million total lead con-
5	tent by weight for any part of the product;
6	(B) 300 parts per million total lead con-
7	tent by weight for any part of the product, ef-
8	fective 2 years after the date of enactment of
9	this Act; and
10	(C) 100 parts per million total lead content
11	by weight for any part of the product, effective
12	4 years after the date of enactment of this Act,
13	unless the Commission determines, after notice
14	and a hearing, that a standard of 100 parts per
15	million is not feasible, in which case the Com-
16	mission shall require the lowest amount of lead
17	that the Commission determines is feasible to
18	achieve.
19	(3) Commission revision to more protec-
20	TIVE STANDARD.—
21	(A) More protective standard.—The
22	Commission may, by rule, revise the standard
23	set forth in paragraph $(2)(C)$ for any class of
24	children's products to any level and form that
25	the Commission determines is—

1	(i) more protective of human health;
2	and
3	(ii) feasible to achieve.

4 (B) PERIODIC REVIEW.—The Commission 5 shall, based on the best available scientific and 6 technical information, periodically review and 7 revise the standard set forth in this section to 8 require the lowest amount of lead that the 9 Commission determines is feasible to achieve.

10 (4) Commission authority to exclude cer-11 TAIN MATERIALS.—The Commission may, by rule, 12 exclude certain products and materials from the pro-13 hibition in paragraph (1) if the Commission deter-14 mines that the lead content in such products and 15 materials will not result in the absorption of lead in 16 the human body or does not have any adverse im-17 pact on public health or safety.

18 (5) DEFINITION OF CHILDREN'S PRODUCT.—

(A) IN GENERAL.—As used in this subsection, the term "children's product" means a
consumer product as defined in section 3(1) of
the Consumer Product Safety Act (15 U.S.C.
2052(1)) designed or intended primarily for
children 12 years of age or younger.

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1 (B) FACTORS TO BE CONSIDERED.—In de-2 termining whether a product is primarily in-3 tended for a child 12 years of age or younger, 4 the following factors shall be considered: (i) A statement by a manufacturer 5 6 about the intended use of such product, in-7 cluding a label on such product if such 8 statement is reasonable. 9 (ii) Whether the product is rep-10 resented in its packaging, display or adver-11 tising as appropriate for use by children 12 12 years of age or younger. 13 (iii) Whether the product is commonly 14 recognized by consumers as being intended 15 for use by child 12 years of age or young-16 er. 17 (iv) The Age Determination Guide-18 lines issued by the Commission staff in 19 September 2002, and any successor there-20 to. 21 EXCEPTION FOR INACCESSIBLE COMPO-(6)22 NENT PARTS.—The standards established under 23 paragraph (2) shall not apply to any component part 24 of a children's product that is not accessible to a 25 child through normal and reasonably foreseeable use

1 and abuse of such product, as determined by the 2 Commission. A component part is not accessible 3 under this paragraph if such component part is not 4 physically exposed by reason of a sealed covering or 5 casing and does not become physically exposed 6 through reasonably foreseeable use and abuse of the 7 product. The Commission may require that certain 8 electronic devices be equipped with a child-resistant 9 cover or casing that prevents exposure of and acces-10 sibility to the parts of the product containing lead 11 if the Commission determines that it is not feasible 12 for such products to otherwise meet such standards. 13 (b) PAINT STANDARD.— 14 (1) IN GENERAL.—Not later than 180 days 15 after the date of enactment of this Act, the Commis-16 sion shall modify section 1303.1 of title 16, Code of 17 Federal Regulations, to— 18 (A) reduce the standard applicable to lead 19 paint by substituting "0.009 percent" for "0.06 20 percent" in subsection (a) of that section;

(B) apply the standard to all children's
products as defined in subsection (a)(5); and
(C) reduce the standard for paint and
other surface coating on children's products and

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1furniture to 0.009 milligrams per centimeter2squared.

3 (2) MORE PROTECTIVE STANDARD.—Not later
4 than 3 years after the date of enactment of this Act,
5 the Commission shall, by rule, revise the standard
6 established under paragraph (1)(C) to a more pro7 tective standard if the Commission determines such
8 a standard to be feasible.

9 (c) AUTHORITY TO EXTEND IMPLEMENTATION PERI-10 ODS.—The Commission may extend, by rule, the effective 11 dates in subsections (a) and (b) by an additional period 12 not to exceed 180 days if the Commission determines 13 that—

14 (1) there is no impact on public health or safety15 from extending the implementation period; and

16 (2)(A) the complete implementation of the new
17 standards by manufacturers subject to such stand18 ards is not feasible within 180 days;

19 (B) the cost of such implementation, particu20 larly on small and medium sized enterprises, is ex21 cessive; or

(C) the Commission requires additional time to
implement such standards and determine the required testing methodologies and appropriate exceptions in order to enforce such standards.

1	SEC. 102. MANDATORY THIRD-PARTY TESTING FOR CER-
2	TAIN CHILDREN'S PRODUCTS.
3	(a) Mandatory and Third-Party Testing.—Sec-
4	tion 14(a) (15 U.S.C. 2063(a)) is amended—
5	(1) in paragraph $(1)$ —
6	(A) by striking "Every manufacturer" and
7	inserting "Except as provided in paragraph (2),
8	every manufacturer"; and
9	(B) by striking "standard under this Act"
10	and inserting "rule under this Act or similar
11	rule under any other Act enforced by the Com-
12	mission";
13	(2) by redesignating paragraph $(2)$ as para-
14	graph $(3)$ and inserting after paragraph $(1)$ the fol-
15	lowing:
16	((2) Effective 1 year after the date of enact-
17	ment of the Consumer Product Safety Modernization
18	Act, every manufacturer of a children's product (and
19	the private labeler of such children's product if such
20	product bears a private label) which is subject to a
21	consumer product safety rule under this Act or a
22	similar rule or standard under any other Act en-
23	forced by the Commission, shall—
24	"(A) have the product tested by a inde-
25	pendent third party qualified to perform such

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1	tests or a proprietary laboratory certified by the
2	Commission under subsection (e); and
3	"(B) issue a certificate which shall—
4	"(i) certify that such product con-
5	forms to such standards or rules; and
6	"(ii) specify the applicable consumer
7	product safety standards or other similar
8	rules."; and
9	(3) in paragraph (3) (as so redesignated)—
10	(A) by striking "required by paragraph (1)
11	of this subsection" and inserting "required by
12	paragraph (1) or (2) (as the case may be)";
13	and
14	(B) by striking "requirement under para-
15	graph (1)" and inserting "requirement under
16	paragraph (1) or (2) (as the case may be)".
17	(b) Definition of Children's Products and
18	INDEPENDENT THIRD PARTY.—Section 14 (15 U.S.C.
19	2063) is amended by adding at the end the following:
20	"(d) DEFINITIONS.—In this section, the following
21	definitions apply:
22	"(1) The term 'children's product' means a con-
23	sumer product designed or intended primarily for
24	children 12 years of age or younger. In determining
25	whether a product is primarily intended for a child

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1	12 years of age or younger, the following factors
2	shall be considered:
3	"(A) A statement by a manufacturer about
4	the intended use of such product, including a
5	label on such product if such statement is rea-
6	sonable.
7	"(B) Whether the product is represented
8	in its packaging, display or advertising as ap-
9	propriate for use by children 12 years of age or
10	younger.
11	"(C) Whether the product is commonly
12	recognized by consumers as being intended for
13	use by child 12 years of age or younger.
14	"(D) The Age Determination Guidelines
15	issued by the Commission staff in September
16	2002, and any successor thereto.
17	"(2) The term 'independent third party', means
18	an independent testing entity that is not owned,
19	managed, controlled, or directed by such manufac-
20	turer or private labeler, and that is accredited in ac-
21	cordance with an accreditation process established or
22	recognized by the Commission. In the case of certifi-
23	cation of art material or art material products re-
24	quired under this section or under regulations issued
25	under the Federal Hazardous Substances Act, such

term includes a certifying organization, as such term
 is defined in appendix A to section 1500.14(b)(8) of
 title 16, Code of Federal Regulations.".

4 (c) CERTIFICATION OF PROPRIETARY LABORA5 TORIES.—Section 14 (15 U.S.C. 2063) is further amended
6 by adding at the end the following:

7 "(e) CERTIFICATION OF PROPRIETARY LABORA-8 TORIES FOR MANDATORY TESTING.—

9 "(1) CERTIFICATION.—Upon request, the Com-10 mission, or an independent standard-setting organi-11 zation to which the Commission has delegated such 12 authority, may certify a laboratory that is owned, 13 managed, controlled, or directed by the manufac-14 turer or private labeler for purposes of testing re-15 quired under this section if the Commission deter-16 mines that—

17 "(A) certification of the laboratory would
18 provide equal or greater consumer safety pro19 tection than the manufacturer's use of an inde20 pendent third party laboratory;

21 "(B) the laboratory has established proce22 dures to ensure that the laboratory is protected
23 from undue influence, including pressure to
24 modify or hide test results, by the manufacturer
25 or private labeler; and

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1	"(C) the laboratory has established proce-
2	dures for confidential reporting of allegations of
3	undue influence to the Commission.
4	"(2) Decertification.—The Commission, or
5	an independent standard-setting organization to
6	which the Commission has delegated such authority,
7	may decertify any laboratory certified under para-
8	graph (1) if the Commission finds, after notice and
9	investigation, that a manufacturer or private labeler
10	has exerted undue influence on the laboratory.".
11	(d) Conforming Amendments.—Section 14(b) (15
12	U.S.C. 2063(b)) is amended—
13	(1) by striking "standards under this Act" and
14	inserting "rules under this Act or similar rules
15	under any other Act enforced by the Commission";
16	and
17	(2) by striking ", at the option of the person re-
18	quired to certify the product," and inserting "be re-
19	quired by the Commission to".
20	SEC. 103. TRACKING LABELS FOR CHILDREN'S PRODUCTS.
21	Section 14(a) (15 U.S.C. 2063(a)) is further amend-
22	ed by adding at the end the following:
23	"(4) Effective 1 year after the date of enact-
24	ment of the Consumer Product Safety Modernization
25	Act, the manufacturer of a children's product shall,

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1	to the extent feasible, place distinguishing marks on
2	the product and its packaging that will enable the
3	manufacturer and the ultimate purchaser to ascer-
4	tain the location and date of production of the prod-
5	uct, and any other information determined by the
6	manufacturer to facilitate ascertaining the specific
7	source of the product by reference to those marks.".
8	SEC. 104. STANDARDS AND CONSUMER REGISTRATION OF
9	DURABLE NURSERY PRODUCTS.
10	(a) SHORT TITLE.—This section may be cited as the
11	"Danny Keysar Child Product Safety Notification Act".
12	(b) SAFETY STANDARDS.—
13	(1) IN GENERAL.—The Commission shall—
14	(A) in consultation with representatives of
15	consumer groups, juvenile product manufactur-
16	ers, and independent child product engineers
17	and experts, examine and assess the effective-
18	ness of any voluntary consumer product safety
19	standards for durable infant or toddler product;
20	and
21	(B) in accordance with section 553 of title
22	5, United States Code, promulgate consumer
23	product safety rules that—
24	(i) are substantially the same as such
25	voluntary standards; or

1	(ii) are more stringent than such vol-
2	untary standards, if the Commission deter-
3	mines that more stringent standards would
4	further reduce the risk of injury associated
5	with such products.
6	(2) TIMETABLE FOR RULEMAKING.—Not later
7	than 1 year after the date of enactment of this Act,
8	the Commission shall commence the rulemaking re-
9	quired under paragraph (1) and shall promulgate
10	rules for no fewer than 2 categories of durable nurs-
11	ery products every 6 months thereafter, beginning
12	with the product categories that the Commission de-
13	termines to be of highest priority, until the Commis-
14	sion has promulgated standards for all such product
15	categories. Thereafter, the Commission shall periodi-
16	cally review and revise the rules set forth under this
17	subsection to ensure that such rules provide the
18	highest level of safety for such products that is fea-
19	sible.
20	(c) Consumer Registration Requirement.—
21	(1) RULEMAKING.—Not later than 1 year after
22	the date of enactment of this Act, the Commission
23	shall, pursuant to its authority under section 16(b)
24	of the Consumer Product Safety Act (15 U.S.C.
25	2065(b)), promulgate a final consumer product safe-

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1	ty rule to require manufacturers of durable infant or
2	toddler products—
3	(A) to provide consumers with a postage-
4	paid consumer registration form with each such
5	product;
6	(B) to maintain a record of the names, ad-
7	dresses, email addresses, and other contact in-
8	formation of consumers who register their own-
9	ership of such products with the manufacturer
10	in order to improve the effectiveness of manu-
11	facturer campaigns to recall such products; and
12	(C) to permanently place the manufacturer
13	name and contact information, model name and
14	number, and the date of manufacture on each
15	durable infant or toddler product.
16	(2) Requirements for registration
17	FORM.—The registration form required to be pro-
18	vided to consumers under subsection (a) shall—
19	(A) include spaces for a consumer to pro-
20	vide their name, address, telephone number,
21	and email address;
22	(B) include space sufficiently large to per-
23	mit easy, legible recording of all desired infor-
24	mation;

1	(C) be attached to the surface of each du-
2	rable infant or toddler product so that, as a
3	practical matter, the consumer must notice and
4	handle the form after purchasing the product;
5	(D) include the manufacturer's name,
6	model name and number for the product, and
7	the date of manufacture;
8	(E) include a message explaining the pur-
9	pose of the registration and designed to encour-
10	age consumers to complete the registration;
11	(F) include an option for consumers to
12	register through the Internet; and
13	(G) include a statement that information
14	provided by the consumer shall not be used for
15	any purpose other than to facilitate a recall of
16	or safety alert regarding that product.
17	In issuing regulations under this section, the Com-
18	mission may prescribe the exact text and format of
19	the required registration form.
20	(3) Record keeping and notification re-
21	QUIREMENTS.—The standard required under this
22	section shall require each manufacturer of a durable
23	infant or toddler product to maintain a record of
24	registrants for each product manufactured that in-
25	cludes all of the information provided by each con-

1 sumer registered, and to use such information to no-2 tify such consumers in the event of a voluntary or 3 involuntary recall of or safety alert regarding such 4 product. Each manufacturer shall maintain such a 5 record for a period of not less than 6 years after the 6 date of manufacture of the product. Consumer infor-7 mation collected by a manufacturer under this Act 8 may not be used by the manufacturer, nor dissemi-9 nated by such manufacturer to any other party, for 10 any purpose other than notification to such con-11 sumer in the event of a product recall or safety 12 alert.

13 (4) STUDY.—The Commission shall conduct a 14 study at such time as it considers appropriate on the 15 effectiveness of the consumer registration forms in 16 facilitating product recalls and whether such reg-17 istration forms should be required for other chil-18 dren's products. Not later than 4 years after the 19 date of enactment of this Act, the Commission shall 20 report its findings to Congress.

(d) DEFINITION OF DURABLE INFANT OR TODDLER
PRODUCT.—As used in this section, the term "durable infant or toddler product"—

1	(1) means a durable product intended for use,
2	or that may be reasonably expected to be used, by
3	children under the age of 5 years; and
4	(2) shall include—
5	(A) full-size cribs and nonfull-size cribs;
6	(B) toddler beds;
7	(C) high chairs, booster chairs, and hook-
8	on chairs;
9	(D) bath seats;
10	(E) gates and other enclosures for con-
11	fining a child;
12	(F) play yards;
13	(G) stationary activity centers;
14	(H) infant carriers;
15	(I) strollers;
16	(J) walkers;
17	(K) swings; and
18	(L) bassinets and cradles.
19	SEC. 105. LABELING REQUIREMENT FOR CERTAIN INTER-
20	NET AND CATALOGUE ADVERTISING OF TOYS
21	AND GAMES.
22	Section 24 of the Federal Hazardous Substances Act
23	(15 U.S.C. 1278) is amended—
24	(1) by redesignating subsections (c) and (d) as
25	subsections (d) and (e), respectively;

(2) by inserting after subsection (b) the fol lowing:

3 "(c) INTERNET, CATALOGUE, AND OTHER ADVER-4 TISING.—

"(1) REQUIREMENT.—Effective 180 days after 5 6 the Consumer Product Safety Modernization Act, 7 any advertisement of a retailer, manufacturer, im-8 porter, distributor, private labeler, or licensor that 9 provides a direct means for the purchase or ordering 10 of any toy, game, balloon, small ball, or marble that 11 requires a cautionary statement under subsections 12 (a) and (b), including advertisement on Internet 13 websites or in catalogues or other distributed mate-14 rials, shall include the appropriate cautionary state-15 ment required under such subsections in its entirety 16 displayed on or immediately adjacent to such adver-17 tisement. Such cautionary statement shall be dis-18 played in the language that is primarily used in the 19 advertisement, catalogue, or Internet website, and in 20 a clear and conspicuous manner consistent with part 21 1500 of title 16, Code of Federal Regulations (or a 22 successor regulation thereto).

23 "(2) ENFORCEMENT.—The requirement in
24 paragraph (1) shall be treated as a consumer prod25 uct safety rule promulgated under section 7 of the

1 Consumer Product Safety Act (15 U.S.C. 2056) and 2 the publication or distribution of any advertisement 3 that is not in compliance with the requirements of 4 paragraph (1) shall be treated as a prohibited act 5 under section 19 of such Act (15 U.S.C. 2068).

6 "(3) RULEMAKING.—Not later than 180 days 7 after the date of enactment of Consumer Product 8 Safety Modernization Act, the Commission shall, by 9 rule, modify the requirement under paragraph (1) 10 with regard to catalogues or other printed materials 11 concerning the size and placement of the cautionary 12 statement required under such paragraph as appro-13 priate relative to the size and placement of the ad-14 vertisements in such printed materials. The Commis-15 sion may, under such rule, provide a grace period for 16 catalogues and printed materials printed prior to the 17 effective date in paragraph (1) during which time 18 distribution of such printed materials shall not be 19 considered a violation of such paragraph.".

20 SEC. 106. STUDY OF PREVENTABLE INJURIES AND DEATHS

# 21 IN MINORITY CHILDREN RELATED TO CON22 SUMER PRODUCTS.

(a) IN GENERAL.—Not later than 90 days after the
date of the enactment of this Act, the Comptroller General
shall initiate a study to assess disparities in the risks and

incidence of preventable injuries and deaths among chil dren of minority populations, including Black, Hispanic,
 American Indian, Alaskan native, and Asian/Pacific Is lander children in the United States. The Comptroller
 General shall consult with the Commission as necessary.

6 (b) REQUIREMENTS.—The study shall examine the 7 racial disparities of the rates of preventable injuries and 8 deaths related to suffocation, poisonings, and drownings 9 associated with the use of cribs, mattresses and bedding 10 materials, swimming pools and spas, and toys and other 11 products intended for use by children.

(c)) REPORT.—Not later than 1 year after the date
of the enactment of this Act, the Comptroller General shall
report the findings to the Committee on Energy and Commerce of the House of Representatives and the Committee
on Commerce, Science, and Transportation of the Senate.
The report shall include—

(1) the Comptroller General's findings on the
incidence of preventable risks of injuries and deaths
among children of minority populations and recommendations for minimizing such risks;

(2) recommendations for public outreach,
awareness, and prevention campaigns specifically
aimed at racial minority populations; and

1	(3) recommendations for education initiatives
2	that may reduce statistical disparities.
3	SEC. 107. REVIEW OF GENERALLY-APPLICABLE STANDARDS
4	FOR TOYS.
5	(a) Assessment.—The Commission shall examine
6	and assess the effectiveness of the safety standard for
7	toys, ASTM-International standard F963–07, or its suc-
8	cessor standard, to determine—
9	(1) the scope of such standards, including the
10	number and type of toys to which such standards
11	apply;
12	(2) the degree of adherence to such standards
13	on the part of manufacturers; and
14	(3) the adequacy of such standards in pro-
15	tecting children from safety hazards.
16	(b) Special Focus on Magnets.—In conducting
17	the assessment required under subsection (a), the Com-
18	mission shall first examine the effectiveness of the F963–
19	07 standard as it relates to intestinal blockage and per-
20	foration hazards caused by ingestion of magnets. If the
21	Commission determines based on the review that there is
22	substantial noncompliance with such standard that creates
23	an unreasonable risk of injury or hazard to children, the
24	Commission shall expedite a rulemaking to consider the
25	adoption, as a consumer product safety rule, of the vol-

untary safety standards contained within the ASTM
 F963-07, or its successor standard, that relate to intes tinal blockage and perforation hazards caused by ingestion
 of magnets.

5 (c) REPORT.—Not later than 2 years after the date
6 of enactment of this Act, the Commission shall report to
7 Congress the findings of the study conducted pursuant to
8 subsection (a). Such report shall include the Commission's
9 opinion regarding—

10 (1) the feasibility of requiring manufacturer11 testing of all toys to such standards; and

(2) whether promulgating consumer product
safety rules that are substantially similar or more
stringent than the standards described in such subsection would be beneficial to public health and safety.

## 17 TITLE II—CONSUMER PRODUCT

## **18 SAFETY COMMISSION REFORM**

19 SEC. 201. REAUTHORIZATION OF THE COMMISSION.

20 (a) AUTHORIZATION OF APPROPRIATIONS.—Sub21 sections (a) and (b) of section 32 (15 U.S.C. 2081) are
22 amended to read as follows:

23 "(a) There are authorized to be appropriated to the24 Commission for the purpose of carrying out the provisions

of this Act and any other provision of law the Commission
 is authorized or directed to carry out—

- 3 "(1) \$80,000,000 for fiscal year 2009;
  4 "(2) \$90,000,000 for fiscal year 2010; and
- 5 "(3) \$100,000,000 for fiscal year 2011.

6 "(b) In addition to the amounts specified in sub-7 section (a), there are authorized to be appropriated 8 \$20,000,000 to the Commission for fiscal years 2009 9 through 2011, for the purpose of renovation, repair, recon-10 struction, re-equipping, and making other necessary capital improvements to the Commission's research, develop-11 ment, and testing facility (including bringing the facility 12 13 into compliance with applicable environmental, safety, and accessibility standards).". 14

(b) REPORT TO CONGRESS.—Not later than 180 days
after the date of enactment of this Act, the Commission
shall transmit to Congress a report of its plans to allocate
the funding authorized by subsection (a). Such report
shall include—

20 (1) the number of full-time inspectors and other
21 full-time equivalents the Commission intends to em22 ploy;

(2) the plan of the Commission for risk assessment and inspection of imported consumer products;

(3) an assessment of the feasibility of man dating bonds for serious hazards and repeat offend ers and Commission inspection and certification of
 foreign third-party and proprietary testing facilities;
 and

6 (4) the efforts of the Commission to reach and 7 educate retailers of second-hand products and infor-8 mal sellers, such as thrift shops and yard sales, con-9 cerning consumer product safety standards and 10 product recalls, especially those relating to durable 11 nursery products, in order to prevent the resale of 12 any products that have been recalled, including the 13 development of educational materials for distribution 14 not later than 1 year after the date of enactment of 15 this Act.

### 16 SEC. 202. STRUCTURE AND QUORUM.

(a) EXTENSION OF TEMPORARY QUORUM.—Notwithstanding section 4(d) of the Consumer Product Safety Act
(15 U.S.C. 2053(d)), 2 members of the Commission, if
they are not affiliated with the same political party, shall
constitute a quorum for the transaction of business for
the period beginning on the date of enactment of this Act
through—

1	(1) August 3, 2008, if the President nominates
2	a person to fill a vacancy on the Commission prior
3	to such date; or
4	(2) the earlier of—
5	(A) 3 months after the date on which the
6	President nominates a person to fill a vacancy
7	on the Commission after such date; or
8	(B) February 3, 2009.
9	(b) REPEAL OF LIMITATION.—The first proviso in
10	the account under the heading "CONSUMER PRODUCT
11	SAFETY COMMISSION, SALARIES AND EXPENSES" in title
12	III of Public Law 102–389 (15 U.S.C. 2053 note) shall
13	cease to be in effect after fiscal year 2010.
14	SEC. 203. SUBMISSION OF COPY OF CERTAIN DOCUMENTS
15	TO CONGRESS.
16	(a) IN GENERAL.—Notwithstanding any rule, regula-
17	tion, or order to the contrary, the Commission shall com-
18	ply with the requirements of section 27(k) of the Con-
19	sumer Product Safety Act (15 U.S.C. 2076) with respect
20	to budget recommendations, legislative recommendations,
21	testimony, and comments on legislation submitted by the
22	Commission to the President or the Office of Management
23	and Budget after the date of enactment of this Act.
	0

1	(b) REINSTATEMENT OF REQUIREMENT.—Section
2	3003(d) of Public Law 104–66 (31 U.S.C. 1113 note) is
3	amended—
4	(1) by striking "or" after the semicolon in
5	paragraph (31);
6	(2) by redesignating paragraph $(32)$ as $(33)$ ;
7	and
8	(3) by inserting after paragraph $(31)$ the fol-
9	lowing:
10	" $(32)$ section $27(k)$ of the Consumer Product
11	Safety Act (15 U.S.C. 2076(k)); or".
12	SEC. 204. EXPEDITED RULEMAKING.
13	(a) Rulemaking Under the Consumer Product
14	SAFETY ACT.—
15	(1) Advance notice of proposed rule-
16	MAKING REQUIREMENT.—Section 9 (15 U.S.C.
17	2058) is amended—
18	(A) by striking "shall be commenced" in
19	subsection (a) and inserting "may be com-
20	menced";
21	(B) by striking "in the notice" in sub-
22	
	section (b) and inserting "in a notice";
23	section (b) and inserting "in a notice"; (C) by striking "unless, not less than 60

1	subsection (a), the" in subsection (c) and in-
2	serting "unless the";
3	(D) by inserting "or notice of proposed
4	rulemaking" after "advance notice of proposed
5	rulemaking" in subsection (c); and
6	(E) by striking "an advance notice of pro-
7	posed rulemaking under subsection (a) relating
8	to the product involved," in the third sentence
9	of subsection (c) and inserting "the notice".
10	(2) Conforming Amendment.—Section
11	5(a)(3) (15 U.S.C. 2054(a)(3)) is amended by strik-
12	ing "an advance notice of proposed rulemaking or".
13	(b) Rulemaking Under Federal Hazardous
14	SUBSTANCES ACT.—
15	(1) IN GENERAL.—Section $3(a)(1)$ of the Fed-
16	eral Hazardous Substances Act (15 U.S.C.
17	1262(a)(1)) is amended to read as follows:
18	"(1) Whenever in the judgment of the Commission
19	such action will promote the objectives of this Act by
20	avoiding or resolving uncertainty as to its application, the
21	Commission may by regulation declare to be a hazardous
22	substance, for the purposes of this Act, any substance or
23	mixture of substances, which the Commission finds meets
24	the requirements section $2(f)(1)(A)$ .".

25 (2) PROCEDURE.—

1	(A) Section $2(q)(2)$ of the Federal Haz-
2	ardous Substances Act (15 U.S.C. $1261(q)(2)$ )
3	is amended by striking "Proceedings for the
4	issuance, amendment, or repeal of regulations
5	pursuant to clause (B) of subparagraph (1) of
6	this paragraph shall be governed by the provi-
7	sions of sections 701(e), (f), and (g) of the Fed-
8	eral Food, Drug, and Cosmetic Act: Provided,
9	That if" and inserting "Proceedings for the
10	issuance, amendment, or repeal of regulations
11	pursuant to clause (B) of subparagraph (1) of
12	this paragraph shall be governed by the provi-
13	sions of subsections (f) through (i) of section 3
14	of this Act, except that if".
15	(B) Section $3(a)(2)$ of the Federal Haz-
16	ardous Substances Act (15 U.S.C. $1262(a)(2)$ )
17	is amended to read as follows:
18	((2) Proceedings for the issuance, amendment, or re-
19	peal of regulations under this subsection and the admissi-
20	bility of the record of such proceedings in other pro-
21	ceedings, shall be governed by the provisions of sub-
22	sections (f) through (i) of this section.".
23	(3) Advance notice of proposed rule-

24 MAKING REQUIREMENT.—Section 3 of the Federal

1	Hazardous Substances Act (15 U.S.C. 1262) is
2	amended—
3	(A) by striking "shall be commenced" in
4	subsection (f) and inserting "may be com-
5	menced";
6	(B) by striking "in the notice" in sub-
7	section $(g)(1)$ and inserting "in a notice"; and
8	(C) by striking "unless, not less than 60
9	days after publication of the notice required in
10	subsection (f), the" in subsection (h) and in-
11	serting "unless the".
12	(4) Conforming Amendments.—The Federal
13	Hazardous Substances Act (15 U.S.C. 1261 et seq.)
14	is amended—
15	(A) by striking subsection (d) of section $2$
16	and inserting the following:
17	"(d) The term 'Commission' means the Consumer
18	Product Safety Commission.";
19	(B) by striking "Secretary" each place it
20	appears and inserting "Commission" except—
21	
	(i) in section $10(b)$ (15 U.S.C.
22	(i) in section $10(b)$ (15 U.S.C. $1269(b)$ );

1	(iii) in section 21(a) (15 U.S.C.
2	1276(a));
3	(C) by striking "Department" each place it
4	appears, except in section 14(b), and inserting
5	"Commission";
6	(D) by striking "he" and "his" each place
7	they appear in reference to the Secretary and
8	inserting "it" and "its", respectively;
9	(E) by striking "Secretary of Health, Edu-
10	cation, and Welfare" each place it appears in
11	section 10(b) (15 U.S.C. 1269(b)) and inserting
12	"Commission";
13	(F) by striking "Secretary of Health, Edu-
14	cation, and Welfare" each place it appears in
15	section $14$ (15 U.S.C. $1273$ ) and inserting
16	"Commission";
17	(G) by striking "Department of Health,
18	Education, and Welfare" in section 14(b) (15
19	U.S.C. 1273(b)) and inserting "Commission";
20	(H) by striking "Consumer Product Safety
21	Commission" each place it appears and insert-
22	ing "Commission"; and
23	(I) by striking "(hereinafter in this section
24	referred to as the 'Commission')" in section
25	20(a)(1) (15 U.S.C. 1275(a)(1)).

1 (c) RULEMAKING UNDER THE FLAMMABLE FABRICS 2 Аст.— 3 (1) IN GENERAL.—Section 4 of the Flammable 4 Fabrics Act (15 U.S.C. 1193) is amended— 5 (A) by striking "shall be commenced" and 6 inserting "may be commenced by a notice of 7 proposed rulemaking or"; (B) in subsection (i), by striking "unless, 8 9 not less than 60 days after publication of the 10 notice required in subsection (g), the" and inserting "unless the". 11 12 (2) OTHER CONFORMING AMENDMENTS.—The 13 Flammable Fabrics Act (15 U.S.C. 1193 et seq.) is 14 further amended— 15 (A) by striking subsection (i) of section 2 16 and inserting the following: 17 "(i) The term 'Commission' means the Consumer Product Safety Commission."; 18 19 (B) by striking "Secretary of Commerce" each place it appears and inserting "the Com-20 21 mission"; (C) by striking "Secretary" each place it 22 23 appears, except in sections 9 and 14, and inserting "Commission"; 24

1	(D) by striking "he" and "his" each place
2	either term appears in reference to the sec-
3	retary and insert "it" and "its", respectively;
4	(E) in section 4(e), by striking paragraph
5	(5) and redesignating paragraph $(6)$ as para-
6	graph (5);
7	(F) in section 15, by striking "Consumer
8	Product Safety Commission (hereinafter re-
9	ferred to as the 'Commission')" and inserting
10	"Commission";
11	(G) by striking section 16(d) and inserting
12	the following:
13	"(d) In this section, a reference to a flammability
14	standard or other regulation for a fabric, related mate-
15	rials, or product in effect under this Act includes a stand-
16	ard of flammability continued in effect by section 11 of
17	the Act of December 14, 1967 (Public Law 90–189).";
18	and
19	(H) in section 17, by striking "Consumer
20	Product Safety Commission" and inserting
21	"Commission".

## 22 SEC. 205. PUBLIC DISCLOSURE OF INFORMATION.

23 Section 6(b) (15 U.S.C. 2055(b)) is amended—

24 (1) in paragraph (1)—

1	(A) by striking "30 days" and inserting
2	"15 days";
3	(B) by striking "finds that the public" and
4	inserting "publishes a finding that the public";
5	and
6	(C) by striking "and publishes such a find-
7	ing in the Federal Register";
8	(2) in paragraph (2)—
9	(A) by striking "10 days" and inserting "5
10	days'';
11	(B) by striking "finds that the public" and
12	inserting "publishes a finding that the public";
13	and
14	(C) by striking "and publishes such a find-
15	ing in the Federal Register";
16	(3) in paragraph $(4)$ , by striking "section 19
17	(related to prohibited acts)" and inserting "any con-
18	sumer product safety rule under or provision of this
19	Act or similar rule under or provision of any other
20	Act administered by the Commission"; and
21	(4) in paragraph $(5)$ —
22	(A) in subparagraph (B), by striking ";
23	or" and inserting a semicolon;
24	(B) in subparagraph (C), by striking the
25	period and inserting "; or";

1 (C) by adding at the end the following: 2 "(D) the Commission publishes a finding that 3 the public health and safety require public disclosure 4 with a lesser period of notice than is required under 5 paragraph (1)."; and 6 (D) in the matter following such subpara-7 graph (as added by subparagraph (C)), by 8 striking "section 19(a)" and inserting "any 9 consumer product safety rule under this Act or 10 similar rule under or provision of any other Act 11 administered by the Commission". 12 SEC. 206. PUBLICLY AVAILABLE INFORMATION ON INCI-13 DENTS INVOLVING INJURY OR DEATH. 14 (a) EVALUATION.—The Commission shall examine 15 and assess the efficacy of the Injury Information Clearinghouse maintained by the Commission pursuant to section 16 17 5(a) of the Consumer Product Safety Act (15 U.S.C. 18 2054(a)). The Commission shall determine the volume and types of publicly available information on incidents involv-19 20 ing consumer products that result in injury, illness, or 21 death and the ease and manner in which consumers can 22 access such information.

(b) IMPROVEMENT PLAN.—As a result of the study
conducted under subsection (a), the Commission shall
transmit to Congress, not later than 180 days after the

date of enactment of this Act, a detailed plan for main-1 2 taining and categorizing such information on a searchable 3 Internet database to make the information more easily 4 available and beneficial to consumers, with due regard for 5 the protection of personal information. Such plan shall include the views of the Commission regarding whether ad-6 7 ditional information, such as consumer complaints, hos-8 pital or other medical reports, and warranty claims, should 9 be included in the database. The plan submitted under 10 this subsection shall include a detailed implementation 11 schedule for the database, recommendations for any nec-12 essary legislation, and plans for a public awareness cam-13 paign to be conducted by the Commission to increase con-14 sumer awareness of the database.

### 15 SEC. 207. PROHIBITION ON STOCKPILING UNDER OTHER

16

#### COMMISSION-ENFORCED STATUTES.

17 Section 9(g)(2) (15 U.S.C. 2058(g)(2)) is amended—

18 (1) by inserting "or to which a rule under any
19 other law enforced by the Commission applies," after
20 "applies,"; and

(2) by striking "consumer product safety" thesecond, third, and fourth places it appears.

23 SEC. 208. NOTIFICATION OF NONCOMPLIANCE WITH ANY

24 COMMISSION-ENFORCED STATUTE.

25 Section 15(b) (15 U.S.C. 2064(b)) is amended—

1	(1) by redesignating paragraphs $(2)$ and $(3)$ as
2	paragraphs (3) and (4), respectively;
3	(2) by inserting after paragraph $(1)$ the fol-
4	lowing:
5	"(2) fails to comply with any other rule affect-
6	ing health and safety promulgated by the Commis-
7	sion under the Federal Hazardous Substances Act,
8	the Flammable Fabrics Act, or the Poison Preven-
9	tion Packaging Act;"; and
10	(3) by adding at the end the following sentence:
11	"A report provided under this paragraph (2) may
12	not be used as the basis for criminal prosecution
13	under section 5 of the Federal Hazardous Sub-
14	stances Act (15 U.S.C. 1264), except for offenses
15	which require a showing of intent to defraud or mis-
16	lead.".
17	SEC. 209. ENHANCED RECALL AUTHORITY AND CORREC-
18	TIVE ACTION PLANS.
19	(a) Enhanced Recall Authority.—Section 15
20	(15 U.S.C. 2064) is amended—
21	(1) in subjection (c)—
22	(A) by striking "if the Commission" and
23	inserting "(1) If the Commission";
24	(B) by inserting "or if the Commission,
25	after notifying the manufacturer, determines a

1	product to be an imminently hazardous con-
2	sumer product and has filed an action under
3	section 12," after "from such substantial prod-
4	uct hazard,";
5	(C) by redesignating paragraphs (1)
6	through (3) as subparagraphs (D) through (F),
7	respectively;
8	(D) by inserting after "the following ac-
9	tions:" the following:
10	"(A) To cease distribution of the product.
11	"(B) To notify all persons that transport, store,
12	distribute, or otherwise handle the product, or to
13	which the product has been transported, sold, dis-
14	tributed, or otherwise handled, to cease immediately
15	distribution of the product.
16	"(C) To notify appropriate State and local pub-
17	lic health officials."; and
18	(E) by adding at the end the following:
19	((2) If a district court determines, in an action filed
20	under section 12, that the product that is the subject of
21	such action is not an imminently hazardous consumer
22	product, the Commission shall rescind any order issued
23	under this subsection with respect to such product.".
24	(2) in subsection (f)—

1	(A) by striking "An order" and inserting
2	"(1) Except as provided in paragraph $(2)$ , an
3	order"; and
4	(B) by inserting at the end the following:
5	((2) The requirement for a hearing in para-
6	graph (1) shall not apply to an order issued under
7	subsection (c) relating to an imminently hazardous
8	consumer product with regard to which the Commis-
9	sion has filed an action under section 12.".
10	(b) Corrective Action Plans.—Section 15(d) (15
11	U.S.C. 2064(d)) is amended—
12	(1) by inserting " $(1)$ " after the subsection des-
13	ignation;
14	(2) by redesignating paragraphs $(1)$ , $(2)$ , and
15	(3) as subparagraphs (A), (B), and (C);
16	(3) by striking "more (A)" in subparagraph
17	(C), as redesignated, and inserting "more (i)";
18	(4) by striking "or (B)" in subparagraph (C),
19	as redesignated, and inserting "or (ii)";
20	(5) by striking "An order under this subsection
21	may" and inserting:
22	"(2) An order under this subsection shall";
23	(6) by striking ", satisfactory to the Commis-
24	sion," and inserting ", as promptly as practicable

40

1 under the circumstances, as determined by the Com-2 mission, for approval by the Commission,"; and 3 (7) by adding at the end the following: ((3)(A)) If the Commission approves an action plan, 4 5 it shall indicate its approval in writing. 6 "(B) If the Commission finds that an approved action 7 plan is not effective or appropriate under the cir-8 cumstances, or that the manufacturer, retailer, or dis-9 tributor is not executing an approved action plan effec-

10 tively, the Commission may, by order, amend, or require 11 amendment of, the action plan. In determining whether 12 an approved plan is effective or appropriate under the cir-13 cumstances, the Commission shall consider whether a re-14 pair or replacement changes the intended functionality of 15 the product.

"(C) If the Commission determines, after notice and
opportunity for comment, that a manufacturer, retailer,
or distributor has failed to comply substantially with its
obligations under its action plan, the Commission may revoke its approval of the action plan.".

21 (c) CONTENT OF NOTICE.—Section 15 is further22 amended by adding at the end the following:

23 "(i) Not later than 180 days after the date of enact24 ment of this Act, the Commission shall, by rule, establish
25 guidelines setting forth a uniform class of information to

be included in any notice required under an order under
 subsection (c) or (d) of this section or under section 12.
 Such guidelines shall include any information that the
 Commission determines would be helpful to consumers
 in—

6 "(1) identifying the specific product that is sub7 ject to such an order;

8 "(2) understanding the hazard that has been 9 identified with such product (including information 10 regarding incidents or injuries known to have oc-11 curred involving such product); and

12 "(3) understanding what remedy, if any, is
13 available to a consumer who has purchased the prod14 uct.".

15 SEC. 210. WEBSITE NOTICE, NOTICE TO THIRD PARTY16INTERNET SELLERS, AND RADIO AND TELE-17VISION NOTICE.

18 Section 15(c)(1) (15 U.S.C. 2064(c)(1)) is amended by inserting ", including posting clear and conspicuous no-19 tice on its Internet website, providing notice to any third 20 21 party Internet website on which such manufacturer, re-22 tailer, or distributor has placed the product for sale, and 23 announcements in languages other than English and on radio and television where the Commission determines 24 that a substantial number of consumers to whom the recall 25

is directed may not be reached by other notice" after
 "comply".

### 3 SEC. 211. INSPECTION OF CERTIFIED PROPRIETARY LAB-4 ORATORIES.

5 Section 16(a)(1) is amended by striking "or (B)" and
6 inserting "(B) any proprietary laboratories certified under
7 section 14(e), or (C)".

### 8 SEC. 212. IDENTIFICATION OF MANUFACTURER, IMPORT9 ERS, RETAILERS, AND DISTRIBUTORS.

10 (a) IN GENERAL.—Section 16 (15 U.S.C. 2065) is
11 further amended by adding at the end thereof the fol12 lowing:

13 "(c) Upon request by an officer or employee duly des-14 ignated by the Commission—

"(1) every importer, retailer, or distributor of a 15 16 consumer product (or other product or substance 17 over which the Commission has jurisdiction under 18 this or any other Act) shall identify the manufac-19 turer of that product by name, address, or such 20 other identifying information as the officer or em-21 ployee may request, to the extent that such informa-22 tion is in the possession of the importer, retailer, or 23 distributor; and

1	"(2) every manufacturer shall identify by name,
2	address, or such other identifying information as the
3	officer or employee may request—
4	"(A) each retailer or distributor to which
5	the manufacturer directly supplied a given con-
6	sumer product (or other product or substance
7	over which the Commission has jurisdiction
8	under this or any other Act);
9	"(B) each subcontractor involved in the
10	production or fabrication or such product or
11	substance; and
12	"(C) each subcontractor from which the
13	manufacturer obtained a component thereof.".
14	(b) Compliance Required for Importation.—
15	Section 17 (15 U.S.C. 2066) is amended—
16	(1) in subsection (g), by striking "may" and in-
17	serting "shall"; and
18	(2) in subsection $(h)(2)$ , by striking "may" and
19	inserting "shall, consistent with section 6,".
20	SEC. 213. EXPORT OF RECALLED AND NON-CONFORMING
21	PRODUCTS.
22	(a) IN GENERAL.—Section 18 (15 U.S.C. 2067) is
23	amended by adding at the end the following:
24	"(c) Notwithstanding any other provision of this sec-
25	tion, the Commission may prohibit, by order, a person

from exporting from the United States for purpose of sale
 any consumer product, or other product or substance that
 is regulated under any Act enforced by the Commission,
 that the Commission determines, after notice to the manu facturer—

6 "(1) is not in conformity with an applicable
7 consumer product safety rule under this Act or a
8 similar rule under any such other Act;

9 "(2) is subject to an order issued under section 10 12 or 15 of this Act or designated as a banned haz-11 ardous substance under the Federal Hazardous Sub-12 stances Act (15 U.S.C. 1261 et seq.); or

13 "(3) is subject to a voluntary corrective action 14 taken by the manufacturer, in consultation with the 15 Commission, of which action the Commission has 16 notified the public and that would have been subject 17 to a mandatory corrective action under this or an-18 other Act enforced by the Commission if voluntary 19 action had not been taken by the manufacturer,

unless the importing country has notified the Commission
that such country accepts the importation of such product,
provided that if the importing country has not so notified
the Commission within 30 days after the Commission has
provided notice to the importing country of the impending
shipment, the Commission may take such action as is ap-

propriate with respect to the disposition of the product
 under the circumstances.".

3 (b) PROHIBITED ACT.—Section 19(a)(10) (15 U.S.C.
4 2068(a)(10)) is amended by striking the period at the end
5 and inserting " or violate an order of the Commission
6 issued under section 18(c); or".

7 (c) Conforming Amendments to Other Acts.— 8 (1) Federal hazardous substances act.— 9 Section 5(b)(3) of the Federal Hazardous Sub-10 stances Act (15 U.S.C. 1264(b)(3)) is amended by 11 striking "substance presents an unreasonable risk of 12 injury to persons residing in the United States" and inserting "substance is prohibited under section 13 18(c) of the Consumer Product Safety Act,". 14

(2) FLAMMABLE FABRICS ACT.—Section 15 of
the Flammable Fabrics Act (15 U.S.C. 1202) is
amended by adding at the end the following:

18 "(d) Notwithstanding any other provision of this sec-19 tion, the Consumer Product Safety Commission may pro-20 hibit, by order, a person from exporting from the United 21 States for purpose of sale any fabric, related material, or 22 product that the Commission determines, after notice to 23 the manufacturer—

1 "(1) is not in conformity with an applicable 2 consumer product safety rule under the Consumer 3 Product Safety Act or with a rule under this Act; 4 "(2) is subject to an order issued under section 5 12 or 15 of the Consumer Product Safety Act or 6 designated as a banned hazardous substance under 7 the Federal Hazardous Substances Act (15 U.S.C. 8 1261 et seq.); or 9 "(3) is subject to a voluntary corrective action 10 taken by the manufacturer, in consultation with the 11 Commission, of which action the Commission has 12 notified the public and that would have been subject 13 to a mandatory corrective action under this or an-14 other Act enforced by the Commission if voluntary 15 action had not been taken by the manufacturer, unless the importing country has notified the Commission 16 that such country accepts the importation of such product, 17 provided that if the importing country has not so notified 18 19 the Commission within 30 days after the Commission has 20 provided notice to the importing country of the impending 21 shipment, the Commission may take such action as is ap-22 propriate with respect to the disposition of the product 23 under the circumstances.".

1	SEC. 214. PROHIBITION ON SALE OF RECALLED PRODUCTS.
2	Section $19(a)$ (as amended by section $210$ ) (15
3	U.S.C. 2068(a)) is further amended—
4	(1) by striking paragraph $(1)$ and inserting the
5	following:
6	"(1) sell, offer for sale, manufacture for sale,
7	distribute in commerce, or import into the United
8	States any consumer product, or other product or
9	substance that is regulated under any other Act en-
10	forced by the Commission, that is—
11	"(A) not in conformity with an applicable
12	consumer product safety standard under this
13	Act, or any similar rule under any such other
14	Act;
15	"(B) subject to voluntary corrective action
16	taken by the manufacturer, in consultation with
17	the Commission, of which action the Commis-
18	sion has notified the public;
19	"(C) subject to an order issued under sec-
20	tion 12 or 15 of this Act; or
21	"(D) designated a banned hazardous sub-
22	stance under the Federal Hazardous Sub-
23	stances Act (15 U.S.C. 1261 et seq.);";
24	(2) by striking "or" after the semicolon in
25	paragraph (7);

	10
1	(3) by striking "and" after the semicolon in
2	paragraph (8); and
3	(4) by striking "insulation)." in paragraph (9)
4	and inserting "insulation);".
5	SEC. 215. INCREASED CIVIL PENALTY.
6	(a) Maximum Civil Penalties of the Consumer
7	Product Safety Commission.—
8	(1) INITIAL INCREASE IN MAXIMUM CIVIL PEN-
9	ALTIES.—
10	(A) TEMPORARY INCREASE.—Notwith-
11	standing the dollar amounts specified for max-
12	imum civil penalties specified in section
13	20(a)(1) of the Consumer Product Safety Act
14	(15  U.S.C.  2069(a)(1)),  section  5(c)(1)  of the
15	Federal Hazardous Substances Act, and section
16	5(e)(1) of the Flammable Fabrics Act (15)
17	U.S.C. 1194(e)(1)), the maximum civil pen-
18	alties for any violation specified in such sections
19	shall be \$5,000,000, beginning on the date that
20	is the earlier of the date on which final regula-
21	tions are issued under section 3(b) or 360 days
22	after the date of enactment of this Act.
23	(B) Effective date.—Paragraph (1)
24	shall cease to be in effect on the date on which

1	the amendments made by subsection $(b)(1)$
2	shall take effect.
3	(2) Permanent increase in maximum civil
4	PENALTIES.—
5	(A) Amendments.—
6	(i) Consumer product safety
7	ACT.—Section 20(a)(1) (15 U.S.C.
8	2069(a)(1)) is amended by striking
9	" $$1,250,000$ " both places it appears and
10	inserting ''\$10,000,000''.
11	(ii) Federal hazardous sub-
12	STANCES ACT.—Section $5(c)(1)$ of the Fed-
13	eral Hazardous Substances Act (15 U.S.C.
14	1264(c)(1)) is amended by striking
15	"\$1,250,000" both places it appears and
16	inserting ''\$10,000,000''.
17	(iii) FLAMMABLE FABRICS ACT.—Sec-
18	tion $5(e)(1)$ of the Flammable Fabrics Act
19	(15 U.S.C. $1194(e)(1))$ is amended by
20	striking "\$1,250,000" and inserting
20 21	striking ''\$1,250,000'' and inserting ''\$10,000,000''.
21	``\$10,000,000''.

	01
1	(i) the date on which final regulations
2	are issued pursuant to section 3(b); or
3	(ii) 360 days after the date of enact-
4	ment of this Act.
5	(b) Determination of Penalties by the Con-
6	SUMER PRODUCT SAFETY COMMISSION.—
7	(1) Factors to be considered.—
8	(A) Consumer product safety act.—
9	Section 20(b) (15 U.S.C. 2069(b)) is amend-
10	ed—
11	(i) by inserting "the nature, cir-
12	cumstances, extent, and gravity of the vio-
13	lation, including" after "shall consider";
14	(ii) by striking "products distributed,
15	and" and inserting "products distrib-
16	uted,"; and
17	(iii) by inserting ", and such other
18	factors as appropriate" before the period.
19	(B) Federal hazardous substances
20	ACT.—Section 5(c)(3) of the Federal Haz-
21	ardous Substances Act (15 U.S.C. $1264(c)(3)$ )
22	is amended—
23	(i) by inserting "the nature, cir-
24	cumstances, extent , and gravity of the vio-
25	lation, including" after "shall consider";

51

1	(ii) by striking "substance distributed,
2	and" and inserting "substance distrib-
3	uted,"; and
4	(iii) by inserting ", and such other
5	factors as appropriate" before the period.
6	(C) FLAMMABLE FABRICS ACT.—Section
7	5(e)(2) of the Flammable Fabrics Act (15)
8	U.S.C. 1194(e)(2)) is amended—
9	(i) by striking "nature and number"
10	and inserting "nature, circumstances, ex-
11	tent, and gravity";
12	(ii) by striking "absence of injury,
13	and" and inserting "absence of injury,";
14	and
15	(iii) by inserting ", and such other
16	factors as appropriate" before the period.
17	(2) REGULATIONS.—Not later than 1 year after
18	the date of enactment of this Act, and in accordance
19	with the procedures of section 553 of title 5, United
20	States Code, the Commission shall issue a final reg-
21	ulation providing its interpretation of the penalty
22	factors described in section 20(b) of the Consumer
23	Product Safety Act (15 U.S.C. 2069(b)), section
24	5(c)(3) of the Federal Hazardous Substances Act
25	(15  U.S.C.  1264(c)(3)), and section $5(e)(2)$ of the

1	Flammable Fabrics Act (15 U.S.C. $1194(e)(2)$ ), a	s
2	amended by subsection (a).	

### 3 SEC. 216. CRIMINAL PENALTIES TO INCLUDE ASSET FOR-4 FEITURE.

5 Section 21 (15 U.S.C. 2070) is amended by adding6 at the end thereof the following:

7 "(c)(1) In addition to the penalty provided by sub8 section (a), the penalty for a criminal violation of this Act
9 or any other Act enforced by the Commission may include
10 the forfeiture of assets associated with the violation.

"(2) In this subsection, the term 'criminal violation'
means a violation of this Act of any other Act enforced
by the Commission for which the violator is sentenced
under this section, section 5(a) of the Federal hazardous
Substances Act (15 U.S.C. 2064(a)), or section 7 of the
Flammable Fabrics Act (15 U.S.C. 1196).".

### 17 SEC. 217. ENFORCEMENT BY STATE ATTORNEYS GENERAL.

- 18 Section 24 (15 U.S.C. 2073) is amended—
- 19 (1) in the section heading, by striking "PRI20 VATE" and inserting "ADDITIONAL";
- (2) by striking "Any interested person" and inserting "(a) Any interested person"; and
- (3) by striking "No separate suit" and all thatfollows and inserting the following:

1 (b)(1) The attorney general of a State, alleging a 2 violation of section 19(a) that affects or may affect such 3 State or its residents may bring an action on behalf of 4 the residents of the State in any United States district 5 court for the district in which the defendant is found or transacts business to enforce a consumer product safety 6 7 rule or an order under section 15, and to obtain appro-8 priate injunctive relief.

9 "(2) Not less than thirty days prior to the commence-10 ment of such action, the attorney general shall give notice by registered mail to the Commission, to the Attorney 11 12 General, and to the person against whom such action is 13 directed. Such notice shall state the nature of the alleged violation of any such standard or order, the relief to be 14 15 requested, and the court in which the action will be brought. The Commission shall have the right— 16

17 "(A) to intervene in the action;

18 "(B) upon so intervening, to be heard on all19 matters arising therein;

20 "(C) and to file petitions for appeal.

21 "(c) No separate suit shall be brought under this sec22 tion if at the time the suit is brought the same alleged
23 violation is the subject of a pending civil or criminal action
24 by the United States under this Act. In any action under
25 this section the court may in the interest of justice award

the costs of suit, including reasonable attorneys' fees (de termined in accordance with section 11(f)) and reasonable
 expert witnesses' fees.".

### 4 SEC. 218. EFFECT OF RULES ON PREEMPTION.

5 In issuing any rule or regulation in accordance with its statutory authority, the Commission shall not seek to 6 7 expand or contract the scope, or limit, modify, interpret, 8 or extend the application of sections 25 and 26 of the Con-9 sumer Products Safety Act (15 U.S.C. 2074 and 2075, 10 respectively), section 18 of the Federal Hazardous Substances Act (15 U.S.C. 1261), section 7 of the Poison Pre-11 12 vention Packaging Act (15 U.S.C. 1476), or section 16 13 of the Flammable Fabrics Act (15 U.S.C. 1203) with regard to the extent to which each such Act preempts, limits, 14 15 or otherwise affects any other Federal, State, or local law, or limits or otherwise affects any cause of action under 16 17 State or local law.

## 18 SEC. 219. SHARING OF INFORMATION WITH FEDERAL, 19 STATE, LOCAL, AND FOREIGN GOVERNMENT 20 AGENCIES.

21 Section 29 (15 U.S.C. 2078) is amended by adding22 at the end the following:

23 "(f)(1) The Commission may make information ob24 tained by the Commission under this Act available (con25 sistent with the requirements of section 6) to any Federal,

State, local, or foreign government agency upon the prior
 certification of an appropriate official of any such agency,
 either by a prior agreement or memorandum of under standing with the Commission or by other written certifi cation, that such material will be maintained in confidence
 and will be used only for official law enforcement or con sumer protection purposes, if—

8 "(A) the agency has set forth a bona fide legal 9 basis for its authority to maintain the material in 10 confidence;

"(B) the materials are to be used for purposes
of investigating, or engaging in enforcement proceedings related to, possible violations of—

"(i) laws regulating the manufacture, importation, distribution, or sale of defective or
unsafe consumer products, or other practices
substantially similar to practices prohibited by
any law administered by the Commission;

"(ii) a law administered by the Commission, if disclosure of the material would further
a Commission investigation or enforcement proceeding; or

23 "(iii) with respect to a foreign law enforce24 ment agency, with the approval of the Attorney
25 General, other foreign criminal laws, if such

1	foreign criminal laws are offenses defined in or
2	covered by a criminal mutual legal assistance
3	treaty in force between the government of the
4	United States and the foreign law enforcement
5	agency's government; and
6	"(C) in the case of a foreign government agen-
7	cy, such agency is not from a foreign state that the
8	Secretary of State has determined, in accordance
9	with section 6(j) of the Export Administration Act
10	of 1979 (50 U.S.C. App. 2405(j)), has repeatedly
11	provided support for acts of international terrorism,
12	unless and until such determination is rescinded
13	pursuant to section $6(j)(4)$ of that Act (50 U.S.C.
14	App. 2405(j)(4)).
15	"(2) The Commission may abrogate any agree-
16	ment or memorandum of understanding entered into
17	under paragraph (1) if the Commission determines
18	that the agency with which such agreement or
19	memorandum of understanding was entered into has
20	failed to maintain in confidence any information pro-

failed to maintain in confidence any information provided under such agreement or memorandum of understanding, or has used any such information for
purposes other than those set forth in such agreement or memorandum of understanding.

Except as provided in subparagraph
paragraph, the Commission shall not be
disclose under section 552 of title 5,
es Code, or any other provision of law—
) any material obtained from a foreign
nent agency, if the foreign government
has requested confidential treatment, or
celuded such disclosure under other use
ons, as a condition of providing the ma-
i) any material reflecting a consumer
nt obtained from any other foreign
if that foreign source supplying the ma-
as requested confidential treatment as a
on of providing the material; or
ii) any material reflecting a consumer
nt submitted to a Commission reporting
ism sponsored in part by foreign govern-
gencies.
othing in this subsection shall authorize
sion to withhold information from the
prevent the Commission from complying
er of a court of the United States in an
nenced by the United States or the Com-

"(4) In this subsection, the term 'foreign government
 agency' means—

3 "(A) any agency or judicial authority of a for4 eign government, including a foreign state, a polit5 ical subdivision of a foreign state, or a multinational
6 organization constituted by and comprised of foreign
7 states, that is vested with law enforcement or inves8 tigative authority in civil, criminal, or administrative
9 matters; and

"(B) any multinational organization, to the extent that it is acting on behalf of an entity described
in subparagraph (A).

13 "(g) Whenever the Commission is notified of any vol-14 untary recall of any consumer product self-initiated by a 15 manufacturer (or a retailer in the case of a retailer selling a product under its own label), or issues an order under 16 17 section 15(c) or (d) with respect to any product, the Com-18 mission shall notify each State's health department or 19 other agency designated by the State of the recall or 20 order.".

### 21 SEC. 220. INSPECTOR GENERAL AUTHORITY AND ACCESSI22 BILITY.

(a) REPORT.—Not later than 60 days after the date
of the enactment of this Act, the Inspector General of the
Commission shall transmit a report to Congress on the

activities of the Inspector General, any structural barriers
 which prevent the Inspector General from providing robust
 oversight of the activities of the Commission, and any ad ditional authority or resources that would facilitate more
 effective oversight.

6 (b) Employee Complaints.—

7 (1) IN GENERAL.—The Inspector General of
8 the Commission shall conduct a review of—

9 (A) complaints received by the Inspector 10 General from employees of the Commission 11 about violations of rules, regulations, or the 12 provisions of any Act enforced by the Commis-13 sion; and

14 (B) the process by which corrective action
15 plans are negotiated with such employees by the
16 Commission, including an assessment of the
17 length of time for these negotiations and the ef18 fectiveness of the plans.

19 (2) REPORT.—Not later than 1 year after the
20 date of enactment of this Act, the Inspector General
21 shall transmit a report to the Commission and to
22 Congress setting forth the Inspector General's find23 ings, conclusions, actions taken in response to em24 ployee complaints, and recommendations.

(c) COMPLAINT PROCEDURE.—Not later than 30
 days after the date of enactment of this Act the Commis sion shall establish and maintain on the homepage of the
 Commission's Internet website a mechanism by which in dividuals may anonymously report incidents of waste,
 fraud, or abuse with respect to the Commission.

### 7 SEC. 221. REPEAL.

8 Section 30 (15 U.S.C. 2079) is amended by striking
9 subsection (d) and redesignating subsections (e) and (f)
10 as subsections (d) and (e), respectively.

#### 11 SEC. 222. INDUSTRY-SPONSORED TRAVEL BAN.

12 The Consumer Product Safety Act (15 U.S.C. 1251
13 et seq.) is amended by adding at the end the following
14 new section:

### 15 "SEC. 38. PROHIBITION ON INDUSTRY-SPONSORED TRAVEL.

16 "(a) PROHIBITION.—Notwithstanding section 1353 17 of title 31, United States Code, no Commissioner or em-18 ployee of the Commission shall accept travel, subsistence, 19 and related expenses with respect to attendance by a Com-20 missioner or employee at any meeting or similar function 21 relating to official duties of a Commissioner or an em-22 ployee, from a person—

23 "(1) seeking official action from, doing business
24 with, or conducting activities regulated by, the Com25 mission; or

"(2) whose interests may be substantially af fected by the performance or nonperformance of the
 Commissioner's or employee's official duties.

4 "(b) AUTHORIZATION OF APPROPRIATIONS FOR OF5 FICIAL TRAVEL.—There are authorized to be appro6 priated, for each of fiscal years 2009 through 2011,
7 \$1,200,000 to the Commission for certain travel and lodg8 ing expenses necessary in furtherance of the official duties
9 of Commissioners and employees.".

### 10 SEC. 223. ANNUAL REPORTING REQUIREMENT.

11 Section 27(j) (15 U.S.C. 2076(j)) is amended—

(1) in the matter preceding paragraph (1), by
striking "The Commission" and inserting "Notwithstanding section 3003 of the Federal Reports Elimination and Sunset Act of 1995 (31 U.S.C. 1113
note), the Commission"; and

17 (2) by redesignating paragraphs (5) through
18 (11) as paragraphs (6) through (12), respectively
19 and inserting after paragraph (4) the following:

"(5) the number and summary of recall orders
issued under section 12 or 15 during such year and
a summary of voluntary actions taken by manufacturers of which the Commission has notified the
public, and an assessment of such orders and actions;".

### 1 SEC. 224. STUDY ON THE EFFECTIVENESS OF AUTHORITY 2 RELATING TO IMPORTED PRODUCTS.

3 The Commission shall study the effectiveness of section 17(a) of the Consumer Product Safety Act (15 U.S.C. 4 5 2066(a), specifically paragraphs (3) and (4) of such section, to determine a specific strategy to increase the effec-6 7 tiveness of the Commission's ability to stop unsafe prod-8 ucts from entering the United States. The Commission 9 shall submit a report to Congress not later than 9 months 10 after enactment of this Act, which shall include recommendations regarding additional authority the Commis-11 12 sion needs to implement such strategy, including any necessary legislation. 13

Passed the House of Representatives December 19, 2007.

Attest: LORRAINE C. MILLER, Clerk.

Calendar No. 562

<sup>110</sup>TH CONGRESS H. R. 4040

# AN ACT

To establish consumer product safety standards and other safety requirements for children's products and to reauthorize and modernize the Consumer Product Safety Commission.

January 23, 2008

Read the second time and placed on the calendar