## As Amended by House Committee

Session of 2006

## **Senate Concurrent Resolution No. 1624**

By Senators Steineger and D. Schmidt

3-9

12 A CONCURRENT RESOLUTION supporting a Taiwan-United States
13 free trade agreement continued, mutually beneficial trade be14 tween Taiwan and the United States. [a Taiwan, Japan and other
15 nations of Southeast Asia-United States free trade agreement,
16 and urging the United States Department of Agriculture to
17 grant companies the necessary permission to test 100% of their
18 animals to meet market demand.]

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[WHEREAS, Trade between Taiwan, Japan and other nations of Southeast Asia and the United States is essential to the economic well-being of all nations; and

[WHEREAS, All available efforts to open, sustain and expand trade with Taiwan, Japan and other nations of Southeast Asia are encouraged and will result in growth of the Kansas economy and provide enormous economic opportunities to the citizens of Kansas; and]

WHEREAS, Taiwan and the United States enjoy one of the most important economic and strategic international relationships; and

WHEREAS, Together, Taiwan and the United States promote a shared faith and respect for freedom, democracy and free market principles; and

WHEREAS, Taiwan and the United States have worked hand-in-hand to preserve peace and stability within the Asia-Pacific region and to help improve the lives of their citizens and people around the world; and

WHEREAS, Trade between Taiwan and the United States has increased significantly during the past decades, with the United States being Taiwan's second largest source of imports and Taiwan being the eighth largest trading partner of the United States; and

WHEREAS, Taiwan is a major trading partner with the United States and also an important overseas market for United States agricultural products, and given the remarkable economic performance of Taiwan and the strong purchasing power of its 23 million people, there are many oppor3

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tunities to further expand bilateral trade between the United States and
 Taiwan, and[; and]

WHEREAS, Streamlined foreign investment procedures developed under a Taiwan-United States free trade agreement would lead to further investment by firms in both Taiwan and the United States and would ereate new business opportunities and new jobs; and

WHEREAS, A Taiwan-United States free trade agreement would eneourage greater innovations and manufacturing efficiencies by stimulating joint technological development, practical applications and new cooperative ventures, and

WHEREAS, A recent study by the United States International Trade Commission supports the negotiation of a Taiwan-United States free trade agreement to further boost trade between the two countries and serve the broader interests of the United States in the Asia-Pacific region:

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[WHEREAS, A Taiwan-United States free trade agreement would encourage greater innovations and manufacturing efficiencies by stimulating joint technological development, practical applications and new cooperative ventures; and

[WHEREAS, A recent study by the United States International Trade Commission supports the negotiation of a Taiwan-United States free trade agreement to further boost trade between the two countries and serve the broader interests of the United States in the Asia-Pacific region; and]

[WHEREAS, The closure of export markets for American beef at the end of 2003 has cost the U.S. economy an estimated \$3.3 billion a year; and

[WHEREAS, Many countries which have shut their borders to American beef are demanding significantly increased testing and in some cases, demanding the testing of all animals; and

[WHEREAS, Creekstone Farms, a Kansas beef packing company which normally exports 20% of its beef to Japan, which has banned all imports of untested beef, is losing approximately \$200,000 a day; and

[WHEREAS, In response, Creekstone Farms has spent over \$500,000 to build a laboratory and hired scientists, to test over 300,000 of its own animals to regain its lost market; and

[WHEREAS, A basic tenet of the American way and a free mar-43 ket economy is the producer supplying what the consumer is demanding; and

[WHEREAS, For the U.S. regulatory agency with responsibility to ensure the safety of American beef products to give permission to relax testing standards would be unacceptable, but to not give a company the authority to exceed such standards is nonsensical in light of this difficult time for American beef producers; and

[WHEREAS, The Legislature of the State of Kansas does not dispute the USDA contention that 100% testing for BSE is not necessary for protecting health and should not be mandatory; and

[WHEREAS, To deny a small specialty firm the right to voluntarily test all its animals to meet the legitimate demands of one of its best customers is inappropriate, especially with regard to current market conditions; and

[WHEREAS, The USDA should not ban contractual agreements between a willing buyer and a willing seller when such agreements do not hurt consumers and help the American economy; and

[WHEREAS, Significant opportunities for trade with Taiwan, Japan and other nations of Southeast Asia exist and the development of all opportunities to open, sustain and expand such trade is beneficial to Kansas:] Now, therefore,

Be it resolved by the Senate of the State of Kansas, the House of Representatives concurring therein: That the Kansas Legislature supports the negotiation of a Taiwan-United States free trade agreement continued, mutually beneficial trade between Taiwan[, Japan and other nations in Southeast Asia] and the United States [, and urging the United States Department of Agriculture to allow Creekstone Farms and other beef producers to test 100% of its beef for BSE to satisfy its customers and open markets for American beef] [the negotiation of a Taiwan-United States free trade agreement]; and

Be it further resolved: That the Secretary of the Senate be directed to send an enrolled copy of this resolution to the President of the United States, the United States Secretary of State, the United States Secretary of Commerce, the United States Trade Representative and to each member of the Kansas Congressional Delegation.