## HOUSE JOINT MEMORIAL 4012

## State of Washington 65th Legislature 2017 Regular Session

**By** Representatives Dent, Dye, Morris, Buys, Shea, Pettigrew, Lovick, Ryu, Smith, Tarleton, Young, and J. Walsh

Read first time 04/04/17. Referred to Committee on Technology & Economic Development.

1 TO THE HONORABLE DONALD TRUMP, PRESIDENT OF THE UNITED STATES, 2 AND TO THE PRESIDENT OF THE SENATE AND THE SPEAKER OF THE HOUSE OF 3 REPRESENTATIVES, AND TO THE SENATE AND HOUSE OF REPRESENTATIVES OF 4 THE UNITED STATES, IN CONGRESS ASSEMBLED:

5 We, your Memorialists, the Senate and House of Representatives of 6 the State of Washington, in legislative session assembled, 7 respectfully represent and petition as follows:

8 WHEREAS, The federal harbor maintenance tax is assessed on the 9 value of goods being shipped into United States ports; and

10 WHEREAS, The harbor maintenance tax is not collected on trans-11 pacific cargo shipped to the United States via rail or roads from 12 ports in Mexico and Canada; and

WHEREAS, The ability to move trans-pacific cargo through Canadian ports and avoid paying the harbor maintenance tax is an incentive to divert cargo away from United States ports; and

16 WHEREAS, The federal maritime commission inquiry into the harbor 17 maintenance tax found that up to half of United States bound 18 containers coming into Canada's west coast ports could revert to 19 using United States west coast ports if United States importers were 20 relieved from paying the tax; and

21 WHEREAS, Revenue raised through the harbor maintenance tax pays 22 for dredging and other maintenance costs, with significant amounts 23 being spent for dredging at east coast and Gulf ports; and 1 WHEREAS, Certain deep water ports on the west coast that require 2 no or little dredging, including the new Northwest Seaport Alliance 3 consisting of the ports of Seattle and Tacoma, receive just over a 4 penny on every dollar of harbor maintenance tax paid by shippers who 5 use their ports; and

6 WHEREAS, With the recent widening of the Panama Canal and 7 potential addition of a canal in Nicaragua, Washington ports face 8 increasing competition for maritime goods bound for the United 9 States; and

10 WHEREAS, Washington ports are ready to compete on a level playing 11 field to efficiently move goods to market;

12 NOW, THEREFORE, Your Memorialists respectfully pray that:

13 (1) Congress pass and the president sign legislation reforming 14 the harbor maintenance tax; and

15 (2) Such legislation ensures that United States tax policy does 16 not disadvantage United States ports and maritime cargo, and provides 17 greater equity for harbor maintenance tax donor ports through 18 expanded uses of the harbor maintenance revenues.

BE IT RESOLVED, That copies of this Memorial be immediately transmitted to the Honorable Donald Trump, President of the United States, the President of the United States Senate, the Speaker of the House of Representatives, and each member of Congress from the State of Washington.

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