In subsection (b)(2), the words "section 412(d) of the Agricultural Trade Development and Assistance Act of 1954 (7 U.S.C. 1736f(d))" are substituted for "section 1733(b) of title 7" because the latter provision, as amended in 1990, no longer contains provisions on valuation of commodities shipped from the inventory of the Commodity Credit Corporation, and a provision substantially the same as former 7 U.S.C. 1733(b) is now at 7 U.S.C. 1736f(e).

In subsection (c)(1), the words "considering the current average market yield on outstanding marketable obligations of the United States Government of comparable maturities during the month before the obligations are issued" are substituted for "taking into consideration the average market yield on outstanding marketable obligations of the United States with remaining periods of maturity comparable to the average maturities of such obligations during the month preceding the issuance of such obligations of the Secretary of Transportation" to eliminate unnecessary words.

In subsection (c)(2), the words "after December 23, 1985" are omitted as obsolete.

In subsection (e)(1), the words "commencing with the fiscal year beginning October 1, 1986" are omitted as obsolete.

In subsection (f), the words "Notwithstanding the provisions of this section" are omitted as unnecessary.

#### AMENDMENTS

2012—Subsec. (a). Pub. L. 112–141, §100124(b), struck out subsec. (a). Text read as follows: "The Secretary of Transportation shall finance any increased ocean freight charges incurred in any fiscal year that result from the application of section 55314 of this title."

Subsec. (c)(1). Pub. L. 112–141, §100124(c)(2)(A), substituted "under subsection (b)" for "under subsections (a) and (b)".

Subsec. (f). Pub. L. 112–141, §100124(c)(2)(B), substituted "subsection (b)" for "subsections (a) and (b) and section 55314(a) of this title".

2008—Subsec. (b)(2). Pub. L. 110–246 substituted "Food for Peace Act" for "Agricultural Trade Development and Assistance Act of 1954".

#### EFFECTIVE DATE OF 2008 AMENDMENT

Amendment by Pub. L. 110–246 effective May 22, 2008, see section 4(b) of Pub. L. 110–246, set out as an Effective Date note under section 8701 of Title 7, Agriculture.

## § 55317. Termination of subchapter

This subchapter terminates 90 days after the date on which a notification is made under section 55316(f) of this title, except for shipments of agricultural commodities and their products subject to contracts made before the end of that 90-day period, unless within that 90-day period the Secretary of Transportation proclaims that funds are available to finance increased freight charges resulting from the requirements of section 55316(b) of this title. On the termination of this subchapter under this section—

- (1) this subchapter does not exempt export activities from, or subject export activities to, the cargo preference laws; and
- (2) the 50-percent requirement in section 55305 of this title remains in effect.

(Pub. L. 109-304, §8(c), Oct. 6, 2006, 120 Stat. 1648; Pub. L. 112-141, div. F, title I, §100124(c)(3), July 6, 2012, 126 Stat. 915.)

## HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
55317	46 App.:1241j.	June 29, 1936, ch. 858, title IX, §901f, as added Pub. L. 99–198, title XI, §1142, Dec. 23, 1985, 99 Stat. 1494.

The words "except to the extent those activities are exempt under section 1707a(b) of title 7" are omitted because the provision referred to has been repealed.

#### AMENDMENTS

2012—Pub. L. 112–141 substituted "section 55316(b)" for "sections 55314(a) and 55316(a) and (b)" in introductory provisions.

#### § 55318. Effect on other law

This subchapter does not affect chapter 5 of title 5.

(Pub. L. 109-304, §8(c), Oct. 6, 2006, 120 Stat. 1648.)

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
55318	46 App.:1241p.	Pub. L. 99–198, title XI, §1143, Dec. 23, 1985, 99 Stat. 1496.

The words "section 1707a(b)(8) of title 7" are omitted because the provision referred to has been repealed.

#### SUBCHAPTER III—AMERICAN GREAT LAKES VESSELS

#### § 55331. Definitions

In this subchapter:

- (1) AMERICAN GREAT LAKES VESSEL.—The term "American Great Lakes vessel" means a vessel so designated under section 55332 of this title, but only during the period the designation is in effect.
- (2) GREAT LAKES.—The term "Great Lakes" means Lake Superior, Lake Michigan, Lake Huron, Lake Erie, Lake Ontario, the Saint Lawrence River west of Saint Regis, New York, and their connecting and tributary waters.
- (3) GREAT LAKES SHIPPING SEASON.—The term "Great Lakes shipping season" means the period each year during which the Saint Lawrence Seaway is open for navigation by vessels, as declared by the Saint Lawrence Seaway Development Corporation.

(Pub. L. 109-304, §8(c), Oct. 6, 2006, 120 Stat. 1648.)

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
55331	46 App.:1241v.	Pub. L. 101–624, title XV, §1527, Nov. 28, 1990, 104 Stat. 3668.

In paragraph (1), the words "but only during the period the designation is in effect" are added for clarity.

In paragraph (3), the words "created by the Act of May 13, 1954 (33 U.S.C. 981 et seq.)" are omitted as unnecessary.

The definition of "Secretary" in 46 App. U.S.C. 1241v(4) is omitted as unnecessary because the full title of the Secretary of Transportation is used the first time the Secretary is referred to in each section.

# § 55332. Designating American Great Lakes vessels

- (a) DESIGNATIONS.—The Secretary of Transportation shall designate a vessel as an American Great Lakes vessel if—
- (1) an application for designation is submitted to the Secretary under regulations prescribed by the Secretary;

- (2) the vessel is documented under the laws of the United States;
- (3) the vessel, on the effective date of the designation, is—
  - (A) at least 1, but not more than 6, years old; or
  - (B) at least 1, but not more than 11, years old if the Secretary finds that suitable vessels are not available to provide the type of service for which the vessel will be used after the designation;
- (4) the vessel has not previously been designated as an American Great Lakes vessel; and
- (5) the owner makes an agreement as provided under subsection (b).
- (b) AGREEMENTS.—A vessel may be designated as an American Great Lakes vessel only if the person that will be the owner of the vessel at the time of the designation makes an agreement with the Secretary providing that if the Secretary determines that the vessel is necessary to the defense of the United States, the United States Government will have an exclusive right, during the 120-day period following the date of a revocation of the designation under section 55335 of this title, to purchase the vessel for a price equal to the greater of—
  - (1) the approximate world market value of the vessel; or
  - (2) the cost of the vessel to the owner less a reasonable amount for depreciation.
- (c) CERTAIN FOREIGN DOCUMENTATION AND SALE NOT PROHIBITED.—Notwithstanding any other law, if the Government does not exercise its right of purchase under an agreement under subsection (b), the owner of the vessel is not prohibited from—
  - (1) documenting the vessel under the laws of a foreign country; or
  - (2) selling the vessel to a person not a citizen of the United States.
- (d) REGULATIONS.—The Secretary shall prescribe regulations establishing requirements for submitting applications under this section.

(Pub. L. 109–304,  $\S 8(c)$ , Oct. 6, 2006, 120 Stat. 1649.)

### HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
55332	46 App.:1241r.	Pub. L. 101-624, title XV, §1522, Nov. 28, 1990, 104 Stat. 3665.

In subsection (a), the words "for purposes of sections 1241q to 1241v of this Appendix" are omitted as unnecessarv.

In subsection (c), before paragraph (1), the words "construction and purchase" before "agreement" are omitted because the source provision for subsection (b) does not say anything about construction.

In subsection (d), the words "Not later than 60 days after November 28, 1990" are omitted as obsolete.

### § 55333. Exemption from restriction on transporting certain cargo

The 3-year documentation requirement of section 55305(a) of this title does not apply to a vessel designated as an American Great Lakes vessel during the period of its designation.

(Pub. L. 109–304, §8(c), Oct. 6, 2006, 120 Stat. 1649.)

HISTORICAI	AND	REVISION NOTES	

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
55333	46 App.:1241q.	Pub. L. 101–624, title XV, §1521, Nov. 28, 1990, 104 Stat. 3665.

This section is substituted for the source provisions to eliminate unnecessary words.

## §55334. Restrictions on operations

- (a) Prohibitions.—Except as provided in subsection (b), an American Great Lakes vessel may not be used to—
  - (1) engage in trade—
  - (A) from a port in the United States that is not located on the Great Lakes; or
    - (B) between ports in the United States;
  - (2) transport bulk cargo (as defined in section 40102 of this title) that is subject to section 55305 or 55314 of this title or section 2631 of title 10; or
  - (3) provide a service (except ocean freight service) as—
    - (A) a contract carrier; or
    - (B) a common carrier on a fixed advertised schedule offering frequent sailings at regular intervals in the foreign trade of the United States.
- (b) OFF-SEASON EXCEPTION.—An American Great Lakes vessel may be used for not more than 90 days during any 12-month period to engage in trade prohibited by subsection (a)(1)(A), except during the Great Lakes shipping season.

(Pub. L. 109-304, §8(c), Oct. 6, 2006, 120 Stat. 1649.)

HISTORICAL AND REVISION NOTES

Revised Source (U.S. Code)		Source (Statutes at Large)
55334	46 App.:1241s.	Pub. L. 101–624, title XV, §1523, Nov. 28, 1990, 104 Stat. 3666.

# § 55335. Revocations and terminations of designations

- (a) REVOCATIONS.—After notice and an opportunity for a hearing, the Secretary of Transportation may revoke a designation of a vessel as an American Great Lakes vessel if the Secretary finds that—
- (1) the vessel does not meet a requirement for the designation;
- (2) the vessel has been operated in violation of this subchapter; or
- (3) the owner or operator of the vessel has violated an agreement made under section 55332(b) of this title.
- (b) TERMINATIONS.—On petition and a showing of good cause by the owner of a vessel, the Secretary may terminate the designation of a vessel as an American Great Lakes vessel. The Secretary may impose conditions in a termination order to prevent significant adverse effects on other operators of vessels of the United States.

(Pub. L. 109-304, §8(c), Oct. 6, 2006, 120 Stat. 1650.)