



U.S. CONSUMER PRODUCT SAFETY COMMISSION
WASHINGTON, D.C. 20207

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Initial SD Date 3/25/77

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CPSC EXECUTIVE SESSION
1750 K Street, N.W.

October 30, 1974
9:30 a.m.

Presiding: Chairman Simpson

Present : Commissioner Kushner
Commissioner Franklin
Commissioner Newman
Commissioner Pittle

ITEM

Fourteen Flammable Fabrics cases (Memo 7/24/74 from Office of General Counsel transmitted by Office of the Secretary 8/7/74)

- (1) Gregory and Goldberg, Inc., FTC No. C-2165 CPSC No. 65049
- (2) Fujisawa International Corp., FTC No. C-2199 CPSC No. 65046
- (3) Associated Dry Goods Corporation, FTC No. C-2200 CPSC No. 650619
- (4) Verron Soieries, Inc., FTC No. C-2208 CPSC No. 650683
- (5) Morsly Incorporated, FTC No. C-2223 CPSC No. 650667
- (6) Baar and Beards, Inc. FTC No. C-2238 CPSC No. 650623
- (7) Israel Wolman, FTC No. C-2250 CPSC No. 650656
- (8) New York Merchandise Company, Inc., FTC No. C-2281 CPSC No. 650669
- (9) B. Altman and Company, FTC No. C-2282 CPSC No. 650621
- (10) Kowa American Corporation, FTC No. C-2292 CPSC No. 650661
- (11) Moonglow Carpet Mills, Inc., FTC No. C-2340 CPSC No. 650666
- (12) Norcrest China Company, FTC No. C-2358 CPSC No. 650670
- (13) Leron, Incorporated, FTC No. C-2395 CPSC No. 651504
- (14) Helene's Originals C-2135

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DECISION

Cease and desist orders were issued by the Federal Trade Commission in each of the subject cases. These orders provided specifically that the violative goods involved were to be re-processed or destroyed, although the FTC apparently followed a policy of permitting the export of goods in such cases.

According to the facts presented, violative goods in the subject cases were neither re-processed nor destroyed, but were exported. In spite of this, the compliance reports indicate that the respondents are in compliance with the orders. Although a discrepancy appears to exist between the orders and the compliance reports, the Consumer Product Safety Commission has decided to accept the filing of the compliance reports. The basis for this decision is that the export of the violative goods was apparently in accordance with FTC policy, the cases are several years old and the public interest would not be served by a refusal to accept the compliance reports now.

In addition, the Commission has adopted a policy of not allowing the export of violative goods, and a Federal Register notice setting forth that policy will be published in the near future.

COMMISSION VOTE

Concur: Chairman Simpson	<i>Richard A. Simpson</i>
Commissioner Kushner	<i>J. Kushner</i>
Commissioner Franklin	<i>B. Franklin</i>
Commissioner Newman	<i>U. Newman</i>
Commissioner Pittle	<i>R. David Pittle</i>

Submitted by: Commissioner Franklin