UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: June 12, 2008]²

Bill No. and sponsor: H.R. 4937 (Mr. Earl Blumenauer of Oregon).

Proponent name,³ location: Bicycle Product Suppliers Association, Montgomeryville, PA.

Other bills on product (110th Congress only): None.

Nature of bill: Extension of temporary duty suspension through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Bicycle speedometers (provided for in subheading 9029.20.20).

Check one: X Same as that in bill as introduced.

Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The subject products are speedometers for bicycles and are provided for *eo nomine* in the HTS. These instruments are used for indicating the speed of travel of the bicycle and may be linked with the measurement of distance. China and Japan are the dominant suppliers of bicycle speedometers to the United States, followed by Taiwan and Malaysia. In 2007, dutiable U.S. imports totaled approximately \$6.25 million, of which China accounted for about \$3.9 million and Japan \$1.1 million.

Industry analyst preparing report: Ralph Watkins (202-205-3492); Tariff Affairs contact: Jan Summers (202-205-2605).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tata/hts/other/rel_doc/bill_reports/.

³ The sponsor/proponent did not identify any additional beneficiaries of this bill. USITC staff identified eleven additional beneficiaries of this bill that were not identified by the sponsor/proponent. Eleven beneficiaries submitted written representations that they would benefit from this bill.

Estimated effect on customs revenue:

HTS subheading: <u>9029.20.20</u>							
	2009	2010	2011	2012	2013		
Col. 1-General rate of duty	6%	6%	6%	6%	6%		
Estimated value <i>dutiable</i> imports	\$13,000,000	\$13,000,000	\$13,000,000	\$13,000,000	\$13,000,000		
Customs revenue loss 1/	\$0	\$780,000	\$780,000	\$780,000	\$780,000		

^{1/} There is an existing duty suspension under HTS heading 9902.24.65 that expires on December 31, 2009. Therefore, there will be no customs revenue loss related to this bill for 2009. Source of estimated dutiable import data: Commission estimates based on official U.S. Government statistics and industry estimates of near term growth in domestic consumption.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Bicycle Product Suppliers Association (Proponent) Maureen Waddington, 215-393-3144	4/9/08	No	No	No
American Mentality, Inc. Rachel Rotz, 407-599-7255, ext. 100	4/9/08	No	No	No
Autocraft Industries, Inc. Kathy Walker, 405-350-3805	4/9/08	No	No	No
Bell Sports, Inc. Terry Stern, 800-456-2355	4/9/08	No	No	No
Calfee Design Craig Calfee, 831-728-1859	4/9/08	No	No	No
Cane Creek Cycling Components Lena Warren, 828-684-3551	4/10/08	No	No	No
Cannondale Bicycle Corp. Ron Lombardi, 203-749-7000	4/10/08	No	No	No
Castellano Designs John Castellano, 707-539-2710	4/10/08	No	No	No
Compositech, Inc. Rick Cox, 317-481-1120	4/10/08	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Crank Brothers Christina Orlandella, christina@crankbrothers.com	4/10/08	No	No	No
DK Products, Inc. Chris Keller, 937-746-9075	4/14/08	No	No	No
Easton Sports John Harrington jharrington@eastonsports.com	4/10/08	No	No	No
Elite Bicycles David Greenberg, 215-732-8973	4/10/08	No	No	No
Fallbrook Technologies E. Barrios, 858-623-9557, ext. 115	4/24/08	No	No	No
Foes Fabrications Mitch Evans, 626-568-0328	4/11/08	No	No	No
Full Speed Ahead, Inc. John M. VanEnkevort, 425-488-8653	4/11/08	No	No	No
Gallop Cycle Corp. Grace Hsiao, 310-885-4300	4/11/08	No	No	No
Giant Bicycle, Inc. Russ Okawa, 805-267-4600	4/11/08	No	No	No
Griffen USA Mark Winters, 940-627-0102	4/14/08	No	No	No
The Hawley Co., Inc. Dave Carson, 803-359-3492	4/15/08	No	No	No
HB Performance Systems Clayton Goldsmith, 262-242-4300	4/15/08	No	No	No
Heron Bicycles Todd Kuzma, todd@kuzma.com	4/10/08	No	No	No
Hope Technology USA, Inc. Philip Dean, 936-756-5004	4/15/08	No	No	No
J&B Importers Burton Schwartz, 305-238-1866	4/16/08	No	No	No
Kelly Bike Chris Kelly, chris@kellybike.com	4/10/08	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?	
			(Yes/No)		
Kestrel Bicycles, Advanced Sports, Inc. Evan Barnebey, 215-824-3854	4/16/08	No	No	No	
KHS Bicycles, Inc. Greg O'Connell, 310-632-7173, ext. 213	4/15/08	No	No	No	
Litespeed Brenda Howard, 800-229-0198	4/16/08	No	No	No	
Mavic, Inc. Sean Sullivan, 978-469-8409	4/16/08	No	No	No	
Moots Cycles Cathy Weidemer, 970-879-1676	4/10/08	No	No	No	
Nobilette Cycles Mark Nobilette, 303-772-8139	4/10/08	No	No	No	
Ochsner International, Inc. Othon Henry Ochsner, 847-465-8200	4/13/08	No	No	No	
Odyssey/Bear Corp. Louie Pacheco, 562-623-9995	4/9/08	No	No	No	
Parlee Cycles Tom Rodi, 978-977-7474	4/16/08	No	No	No	
Performance, Inc. Jane Branscome, 919-933-9113	4/16/08	No	No	No	
Permobil, Inc. Jennifer Finger, 800-736-0925	4/10/08	No	No	No	
Planet Bike Erik Olson, 866-256-8510	4/17/08	No	No	No	
Power Cranks Frank Day, fday@powercranks.com	4/12/08	No	No	No	
Profile Design Grace Hsiao, 888-800-5999	4/15/08	No	No	No	
Quality Bicycle Products, Inc. Matt Moore, 952-941-9391, ext. 1255	4/17/08	No	No	No	
Raleigh America, Inc./Diamondback Bikes Bill Carl, 253-395-1100	4/15/08	No	No	No	
Rohloff, Inc. Thomas Siemann, 510-232-4833	4/12/08	No	No	No	

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Saris Cycling Group, Inc. Kevin Fons, 608-274-6550	4/17/08	No	No	No
Scura Speed & Technology Brian Scura, Brian@projectsst.com	4/12/08	No	No	No
Sharp Sprockets Bill Sharp, Bill@sharpsprockets.com	4/12/08	No	No	No
Shimano American Corp. Allen Johnston, 949-951-5003	4/15/08	No	No	No
Sigma Sport USA, LLC Brian Orloff, 630-761-1107	4/17/08	Yes ⁴	Yes	No
Sinister Bikes, Freeride Endeavors Bruce Linehan, 978-865-9911	4/12/08	No	No	No
Snafu BMX Mike Collins, mike@revolution-ads.com	4/12/08	No	No	No
SRAM Corp. David Zimberoff, 312-664-8800	4/13/08	No	No	No
Staats Bicycles Jason Halverson, 801-943-8502	4/13/08	No	No	No
Steelman Cycles Brent Steelman, 650-364-3939	4/13/08	No	No	No
Supercross BMX Bill Ryan, 760-240-526	4/15/08	No	No	No
Target Corp. Toni Dembski-Brandl, 612-696-2573	4/13/08	No	No	No
Todson, Inc. Karen Sweeney, 800-213-4561	4/16/08	No	No	No
Trek Bicycle Corp. Roger Gierhart, 920-478-2191	4/18/08	No	No	No
Wald Manufacturing Co., LLC Ralph Pawsat, 606-564-4078	4/18/08	No	No	No
Wal*Mart Stores, Inc. Mark Haney, Sandler Travis & Rosenberg mhaney@strtrade.com	4/13/08	No	No	No

⁴ Sigma, although not a U.S. manufacturer, has value-added assembly and packaging operations in the United States. See Sigma's written submission attached.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Wanxiang America Corp. Gary Wetzel, 847-622-8838	4/18/08	No	No	No
Woodman Components USA Jim Vincent, 978-282-1146	4/18/08	No	No	No
Worksman Bicycle Brake Corp. International Mark Worksman, mworksman@aol.com	4/13/08	No	No	No
WTB, Inc. Fred Falk, 800-975-2453	4/16/08	No	No	No
Zinn Cycles Lennard Zinn, zinn@comcast.net	4/13/08	No	No	No

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Tec	hnical	comme	ents:3

None.

⁵ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

H. R. 4937

To extend the temporary suspension of duty on bicycle speedometers.

IN THE HOUSE OF REPRESENTATIVES

January 15, 2008

Mr. Blumenauer introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To extend the temporary suspension of duty on bicycle speedometers.

- 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. BICYCLE SPEEDOMETERS.
- 4 (a) In General.—Heading 9902.24.65 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 bicycle speedometers) is amended by striking "12/31/
- 7 2009" and inserting "12/31/2011".
- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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