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	United States RNATIONAL TRADE COMMISSION
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
	Date approved June 21, 2012
I. Background	
Bill number: H.R. 4	503
Sponsor name: Mr. J Sponsor state: DE	ohn Carney
Interested entity: Name Outdoo City Boulder	r Industry Association
State CO	
Other bills on product (112th Congress only): None
Nature of bill: Exte	nsion of temporary duty reduction
Expiration date: Dece	ember 31, 2015
Current or previous cha	apter 99 heading: 9902.25.61
Retroactive date:	None
CAS number (if applical	ble): None
Industry analyst:	Laura V. Rodriguez
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Tariff Affairs contact:	Jan Summers
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Note:

1. Access to an electronic copy of this memorandum is available at <u>http://www.usitc.gov/tariff_affairs/congress_reports/.</u>

2. In regard to the country(ies) of origin listed in section III, this report focuses on dutiable imports and does not take into account any tariff preference programs or special rates of duty.

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

Men's footwear (except vulcanized footwear and footwear with waterproof molded bottoms, including bottoms comprising an outer sole and all or part of the upper), valued over \$24/pair, not covering the ankle, designed to be worn in lieu of, but not over, other footwear as a protection against water, oil, grease or chemicals or cold or inclement weather where such protection includes protection against water that is imparted by the use of a coated or laminated textile fabric (provided for in subheading 6404.19.20)

(If enacted, the tariff relief provided for in this bill would be available to any entity that imports the product that is covered by the bill.)

Description above compared with bill as introduced:

🖂 Same

Different (see Technical Comments section)

III. Other product information, including uses/applications and source(s) of imports

The subject goods are men's waterproof footwear, valued over \$24 per pair (the current threshold is \$20 per pair). China is the leading supplier of imports of the subject footwear, followed by the Dominican Republic and Taiwan.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	6404.19.20						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty (%) or percentage point reduction	20	20	20	20	20		
Estimated value of <i>dutiable</i> imports (\$)	500,000	525,000	550,000	575,000	600,000		
Customs revenue loss (\$)	100,000	105,000	110,000	115,000	120,000		

Note: Customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ. Regarding the HTS subheading listed in the article description of the bill, the Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only U.S. Customs and Border Protection is authorized to issue a binding ruling on this matter. The Commission believes that Customs should be consulted prior to enactment of the bill.

Dutiable imports were based on (more than one may apply):

☑ Official statistics of the U.S. Department of Commerce

Provided by industry sources

□ Industry information

Commission estimates

Duty reduction notes:

☐ This bill is not a duty reduction

This bill is a temporary duty reduction. Rates are shown below.

37.5

Col.1-general duty rate (%)

Temporary rate (%) 17.5

Percentage point reduction (%)

V. Technical comments

We note that the bill's title says it would "extend and modify the temporary suspension of duty on certain men's footwear." Although the title has no legal significance, it could cause confusion; the bill's purpose is to extend a temporary duty reduction on certain men's footwear.

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VI. Continuation

VII. Contacts with domestic firms/organizations

#	Firm/organization and contact name	Telephone number	Claims same or competing product made in the United States	Submission attached	Opposition noted
1	Outdoor Industry Assn (interested entity) Alex Boian	303-444-3353	No	No	No
2	American Apparel and Footwear Assn Nate Herman	703-797-9062	No	No	No
3	Footwear Distributors and Retailers of America Matt Priest	202-737-5660	No	No	No
4	National Retail Federation Erik Autor	202-250-9580	No	No	No
5	Rubber and Plastic Footwear Manufacturers Assn Marc Fleischaker	202-857-6000	No	No	Yes

^{112TH CONGRESS} 2D SESSION H.R.4503

To extend and modify the temporary suspension of duty on certain men's footwear.

IN THE HOUSE OF REPRESENTATIVES

April 24, 2012

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

A BILL

To extend and modify the temporary suspension of duty on certain men's footwear.

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. CERTAIN MEN'S FOOTWEAR.

(a) IN GENERAL.—Heading 9902.25.61 of the Harmonized Tariff Schedule of the United States (relating to
certain men's footwear with outer soles of rubber, plastics,
leather, or composition leather and uppers of textile materials) is amended—

9 (1) in the article description column, by striking
10 "\$20/pair" and inserting "\$24/pair"; and

(2) by striking the date in the effective period
 column and inserting "12/31/2015".

3 (b) EFFECTIVE DATE.—The amendments made by
4 subsection (a) apply to goods entered, or withdrawn from
5 warehouse for consumption, on or after the 15th day after
6 the date of the enactment of this Act.

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