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	United States RNATIONAL TRADE COMMISSION
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
	Date approved June 21, 2012
<b>I. Background</b> Bill number: H.R. 4	
Bill number: H.R. 4	532
Sponsor name: Mr. J	pe Courtney
Sponsor state: CT	
Interested entity:	
Name The War City Stafford	ren Corporation
State CT	
Other bills on product (	112th Congress only): S. 2305
Nature of bill: Exten	nsion of temporary duty reduction
	mber 31, 2015
Current or previous cha	pter 99 heading: 9902.40.85
Retroactive date:	None
CAS number (if applical	ble): None
Industry analyst:	Heidi Colby-Oizumi
Telephone:	202-205-3391
Tariff Affairs contact:	Jan Summers
Telephone:	202-205-2605

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)):

Yarn of carded hair of Kashmir (cashmere) goats, of yarn count less than 19.35 metric, not put up for retail sale (provided for in subheading 5108.10.80)

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

This bill covers yarns made wholly of carded cashmere as well as those of carded cashmere blends in which the cashmere predominates by weight over any other single textile fiber. Carding serves to disentangle the fibers to prepare them for spinning and is done by passing the fibers between rollers covered with fine teeth. This step produces cashmere in the form of a loose, untwisted rope-like sliver, ready for spinning into carded yarn. The yarns are coarser yarns of less than 19.35 metric yarn count. Such yarns are typically woven into heavier fabrics for use in outerwear and sport coats. These yarns are primarily imported from Italy.

#### IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	5108.10.80						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty (%)	4	4	4	4	4		
Estimated value of <i>dutiable</i> imports (\$)	100,000	100,000	100,000	100,000	100,000		
Customs revenue loss (\$)	4,000	4,000	4,000	4,000	4,000		

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:

 $\boxtimes$  This bill is not a duty reduction

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

Col.1-general duty rate (%)

Temporary rate (%)

e (%) Pe

Percentage point reduction (%)

#### V. Technical comments

We note that the bill's title indicates that it would extend the temporary reduction of duty on the subject goods, when in fact it would extend a temporary duty suspension. Although the title has no legal significance, the error could cause confusion.

#### VI. Continuation

Suggested Article Description... -- continued: 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.

### 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	Warren Corporation (Interested entity) Lisa Cornish	860-684-2766	No	No	No
2	American Manufacturing Trade Action Coalition Sara Beatty	202-452-0866	No	No	No
3	Hanora Spinning Gerald Beyer	401-767-3360	No	No	No
4	Jagger Brothers David Jagger	207-324-5622	No	No	No
5	Kentwool Mark Kent	864-878-6367	No	No	No
6	National Council of Textile Organizations Sarah Pierce	202-822-8026	No	No	No
7	National Textile Association David Trumbull	617-542-8220	No	No	No

# <sup>112TH CONGRESS</sup> **H. R. 4532**

To extend the temporary reduction of duty on yarn of carded hair of Kashmir (cashmere) goats, of yarn count less than 19.35 metric, not put up for retail sale.

#### IN THE HOUSE OF REPRESENTATIVES

April 24, 2012

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

## A BILL

To extend the temporary reduction of duty on yarn of carded hair of Kashmir (cashmere) goats, of yarn count less than 19.35 metric, not put up for retail sale.

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. YARN OF CARDED HAIR OF KASHMIR (CASH4 MERE) GOATS, OF YARN COUNT LESS THAN
5 19.35 METRIC, NOT PUT UP FOR RETAIL SALE.

(a) IN GENERAL.—Heading 9902.40.85 of the Harmonized Tariff Schedule of the United States (relating to
yarn of carded hair of Kashmir (cashmere) goats, of yarn
count less than 19.35 metric, not put up for retail sale)

is amended by striking the date in the effective period col umn and inserting "12/31/2015".

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