	United States RNATIONAL TRADE COMMISSION
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
	Date approved June 28, 2012
I. Background	
Bill number: H.R. 4	554
Sponsor name: Mr. Mr. N Sponsor state: NC	Walter B. Jones
Interested entity:	
,	al Spinning Co., Inc.
City Washin	
State NC	
Other bills on product	(112th Congress only): S. 3121 (Mrs. Kay R. Hagan)
Nature of bill: Exte	nsion of temporary duty suspension
	ember 31, 2015
Current or previous cha	apter 99 heading: 9902.40.03
Retroactive date:	None
CAS number (if applica	ble): None
Industry analyst:	Kimberlie Freund
Telephone: Tariff Affairs contact:	202-708-5402 Jan Summers
Telephone:	202-205-2605
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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)):

Modacrylic staple fibers containing 35 percent or more but not over 85 percent by weight of acrylonitrile units and 2 percent or more but not over 3 percent of water, not pigmented (ecru), crimped, with an average decitex of 2.2 (plus or minus 10 percent) and fiber length of 51 mm (plus or minus 10 percent) (provided for in subheading 5503.30.00)

(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

These fibers are used to make fire-resistant yarns for use in T-shirts and sweatshirts. Imports are primarily from Japan.

IV. Estimated effect on customs revenue

5503 30 00 Subject product HTS subheading(s)

Subject product in 5 subficulting(5)	5505.50.00					
ltem	2013	2014	2015	2016	2017	
Col.1-general rate of duty (%) or percentage point reduction	4.3	4.3	4.3	4.3	4.3	
Estimated value of <i>dutiable</i> imports (\$)	2,500,000	2,600,000	2,700,000	2,800,000	2,900,000	
Customs revenue loss (\$)	107,500	111,800	116,100	120,400	124,700	

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.

Col.1-general duty rate (%)

Temporary rate (%)

Percentage point reduction (%)

V. Technical comments

None		

VI. Continuation

Criteria specified in the article description of HTS heading 9902.40.03 overlap those specified for identical or very similar products in headings 9902.25.62, 9902.40.05, and 9902.40.09, making an accurate estimate of future imports under each such heading difficult.

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	National Spinning Co., Inc. (Interested entity) Jim Chesnutt	252-975-7218	No	No	No
2	American Fiber Manufacturers Association Frank Horne	404-266-0764	No	No	No
3	Coats North America Chris Smith	704-329-5800	No	No	No
4	Glen Raven, Inc. John Coates	336-227-6211	No	No	No
5	Mitsui USA, Inc. Takeshi Buck Ogaku	212-878-4000	No	No	No
6	Patrick Yarn Mills Gilbert Patrick	704-739-4119	No	No	No
7	Sterling Fibers, Inc. Suzie Allender	850-994-5311	No	No	No
8	Tuscarora Yarns, Inc. Joe S. McLester	704-436-6527	No	No	No

^{112TH CONGRESS} **H. R. 4554**

To extend the temporary suspension of duty on certain modacrylic staple fibers.

IN THE HOUSE OF REPRESENTATIVES

April 24, 2012

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

A BILL

To extend the temporary suspension of duty on certain modacrylic staple fibers.

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 MODACRYLIC STAPLE FIBERS.

4 (a) IN GENERAL.—Heading 9902.40.03 of the Har5 monized Tariff Schedule of the United States (relating to
6 certain modacrylic staple fibers) is amended by striking
7 "12/31/2012" and inserting "12/31/2015".

8 (b) EFFECTIVE DATE.—The amendments made by9 subsection (a) apply with respect to goods entered, or

1 withdrawn from warehouse for consumption, on or after

 $2 \ \ {\rm the \ } 15 {\rm th \ } {\rm day \ } {\rm after \ } {\rm the \ } {\rm date \ } {\rm of \ } {\rm enactment \ } {\rm of \ } {\rm this \ } {\rm Act.}$

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