



MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

Date approved

I. Background

Bill number:

Sponsor name:

Sponsor state:

Interested entity:

Name

City

State

Other bills on product (112th Congress only):

Nature of bill:

Expiration date:

Current or previous chapter 99 heading:

Retroactive date:

CAS number (if applicable):

Industry analyst:

Telephone:

Tariff Affairs contact:

Telephone:

Note:

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

Used camshafts and crankshafts for diesel engines (provided for in subheading 8483.10.30)

(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

Used motor vehicle components are not manufactured goods in the traditional sense, but are imported to be remanufactured. During the remanufacturing process, used engines are disassembled. The component parts are then cleaned, repaired, or replaced prior to assembly of the engine to sound working condition. Camshafts are lobed cylindrical rods that run the length of the cylinder bank. They open and close engine intake and exhaust valves. Crankshafts attach to the pistons via connecting rods and convert the pistons' linear motion into rotation. Canada, Chile, and Indonesia are leading suppliers of imports of used camshafts and crankshafts.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	8483.10.30				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty (%) or percentage point reduction	2.5	2.5	2.5	2.5	2.5
Estimated value of <i>dutiable</i> imports (\$)	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Customs revenue loss (\$)	125,000	125,000	125,000	125,000	125,000

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.

Col.1-general duty rate (%) Temporary rate (%) Percentage point reduction (%)

V. Technical comments

None

VI. Continuation

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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	Caterpillar, Inc. (Interested entity) Christopher Myers	202-466-0671	No	No	No
2	Automotive Aftermarket Industry Association (AAIA) Paul Fiore	301-654-6664	No	No	No
3	Automotive Parts Remanufacturers Association (APRA) William C. Gager	703-968-2772	No	No	No
4	Cardone Industries, Inc. George Zauflik	215-912-3703	No	No	No
5	Cummins, Inc. Todd Wieland	812-377-3892	No	No	No
6	Detroit Diesel Remanufacturing LLC Stefan Kurschner	313 592-5851	No	No	No
7	Meritor Jerry Rush	248-435-7907	No	No	No
8	Motor and Equipment Remanufacturers Association (MERA) John Chalifoux	248-750-1281	No	No	No
9	Remy Power Products Jack Volbrecht	405-419-4608	No	No	No

112TH CONGRESS
2^D SESSION

H. R. 4829

To suspend temporarily the duty on used camshafts and crankshafts for diesel engines.

IN THE HOUSE OF REPRESENTATIVES

APRIL 26, 2012

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

A BILL

To suspend temporarily the duty on used camshafts and crankshafts for diesel engines.

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. USED CAMSHAFTS AND CRANKSHAFTS FOR**
4 **DIESEL ENGINES.**

5 (a) IN GENERAL.—Subchapter II of chapter 99 of
6 the Harmonized Tariff Schedule of the United States is
7 amended by inserting in numerical sequence the following
8 new heading:

“	9902.01.00	Used camshafts and crankshafts for diesel engines (provided for in sub-heading 8483.10.30)	Free	No change	No change	On or before 12/31/2015	”.
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1 (b) EFFECTIVE DATE.—The amendment made by
2 subsection (a) applies to goods entered, or withdrawn from
3 warehouse for consumption, on or after the 15th day after
4 the date of the enactment of this Act.

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