United States International Trade Commission	1			
MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress				
Date approved July 13, 2012				
. Background				
Bill number: H.R. 4891				
Sponsor name: Mr. Russ Carnahan				
Sponsor state: MO				
nterested entity:				
Name Warson Group, Inc.				
City St. Louis				
State MO				
Other bills on product (112th Congress only): None				
Nature of bill: Temporary duty suspension				
Expiration date: December 31, 2014				
Current or previous chapter 99 heading: None				
Retroactive date: None				
CAS number (if applicable): None	٦			
ndustry analyst: Laura V. Rodriguez				
Felephone: 202-205-3499				
ariff Affairs contact: Jan Summers				
Felephone: 202-205-2605				

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)):

Work footwear for men with outer soles of rubber, plastics, leather or composition leather and uppers of leather, incorporating a protective toe-cap of materials other than metal, not covering the ankle (provided for in subheading 6403.99.60)

(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 work footwear generally has toe caps of rubber or plastics. China is the leading supplier of imports of the subject footwear, followed by Indonesia. Opposition to this bill is noted below in the Contacts table.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	6403.99.60					
ltem	2013	2014	2015	2016	2017	
Col.1-general rate of duty (%) or percentage point reduction	8.5	8.5	8.5	8.5	8.5	
Estimated value of <i>dutiable</i> imports (\$)	4,600,000	4,650,000	4,700,000	4,750,000	4,800,000	
Customs revenue loss (\$)	391,000	395,250	399,500	403,750	408,000	

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

 \boxtimes 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

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	Warson Group, Inc. (interested entity) Jim Maritz	314-721-8500	No	No	No
2	American Apparel and Footwear Association Nate Herman	703-797-9062	No	No	No
3	Brown Shoe Company, Inc. Lance Frutiger	314854-4228	No	No	No
4	Footwear Distributors and Retailers of America Matt Priest	202-737-5660	No	No	No
5	KEEN, Inc. Joel Much	503-273-2540	No	No	No
6	National Retail Federation Erik Autor	202-250-9580	No	No	No
7	Outdoor Industry Association Alex Boian	303-444-3353	No	No	No
8	New Balance Athletic Shoe, Inc. Kelly Callahan	978-725-2680	No	No	No
9	Red Wing Shoe Company, Inc. Stacey Nesseth	651-385-6708	No	Yes	Yes
10	Rubber and Plastic Footwear Manufacturers Association Jamie Hunter	202-857-6000	No	Yes	Yes

Dear Ms. Rodriguez,

As per our conversation yesterday Red Wing Shoe Company has three manufacturing facilities in the USA located in Red Wing, MN, Danville, Kentucky and Potosi, Missouri which employee approximately 1,200 people. Because we manufacture footwear that would fall into the category of HR4893 & HR4894 in these three facilities Red Wing Shoe Company directly opposes these bills. Currently Red Wing Shoe Company does not manufacture footwear covered under HR4891, HR4892, HR4895 & HR4896 but we have in the past and may bring these styles back into our manufacturing line in the future we therefore oppose these bills as well.

Thank you – please let me know if you have any further questions.

Stacey Nesseth Red Wing Shoe Company, Inc. Import/Export Compliance Manager Phone:651-385-6708 June 18, 2012

Jamie Hunter

Government Relations Director 202.775.5752 DIRECT 202.857.6395 FAX hunter.jamie@arentfox.com

The Honorable Dave Camp Chairman House Committee on Ways and Means Washington, DC 20515

The Honorable Sander Levin Ranking Member House Committee on Ways and Means Washington, DC 20515

Dear Chairman Camp and Ranking Member Levin:

On behalf of the Rubber and Plastic Footwear Manufacturers Association, which represents the domestic footwear manufacturing industry, I object to the following miscellaneous tariff bill:

H.R. 4891 - Rep. Carnahan (6403.99.60)

This bill requests a tariff suspension for certain footwear within the part of the Harmonized Tariff Schedule that is reserved for domestically manufactured footwear.

Sincerely, James A. Hunter Government Relations Director Arent Fox, LLP

^{112TH CONGRESS} **H. R. 4891**

To suspend temporarily the duty on certain work footwear for men.

IN THE HOUSE OF REPRESENTATIVES

April 26, 2012

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

A BILL

To suspend temporarily the duty on certain work footwear for men.

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 WORK FOOTWEAR FOR MEN.

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

			2				
"	9902.64.01	Work footwear for men with outer soles of rubber, plastics, leather or com- position leather and up- pers of leather, incor- porating a protective toe- cap of materials other than metal, not covering the ankle (provided for in subheading 6403.99.60)	Free	No change	No change	On or before 12/31/2014	.".

(b) EFFECTIVE DATE.—The amendment made by
 subsection (a) applies to articles entered, or withdrawn
 from warehouse for consumption, on or after the 15th day
 after the date of the enactment of this Act.

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