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	United States International Trade Commission
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
	Date approved July 13, 2012
I. Background	
Bill number:	R. 5051
·	Ar. Barney Frank
Sponsor state:	ΛΑ
Interested entity:	
-	odite Industries, Inc.
City Tau	nton
State MA	
Other hills on produ	uct (112th Congress only): None
Nature of bill:	xtension of temporary duty suspension
Expiration date:	December 31, 2015
Current or previous	chapter 99 heading: 9902.01.90
Retroactive date:	None
CAS number (if app	licable): None
Industry analyst:	Kimberlie Freund
Telephone:	202-708-5402
Tariff Affairs contac	t: 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)):

Synthetic filament yarn (other than sewing thread) not put up for retail sale, single, of decitex sizes of 23 to 850, with from 4 through 68 filaments, with a twist of 100 to 300 turns/m, of nylon or other polyamides, containing 10 percent or more by weight of nylon 12 (provided for in subheading 5402.51.00)

(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

The subject yarn is used as a "separation" yarn that is woven into certain knitted fabrics during production at specified points. These filament yarns melt at high temperatures, destroying them when the fabric is treated with water vapor at 95 degrees C. or higher and separating the knitted fabric into panels of the desired lengths. This filament yarn is also used as a fusible bonding yarn, to bind edges and selvedges of fabric. Imports are primarily from Switzerland.

#### IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	5402.51.00					
ltem	2013	2014	2015	2016	2017	
Col.1-general rate of duty (%) or percentage point reduction	8.8	8.8	8.8	8.8	8.8	
Estimated value of <i>dutiable</i> imports (\$)	550,000	550,000	550,000	550,000	550,000	
Customs revenue loss (\$)	48,400	48,400	48,400	48,400	48,400	

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:

 $\boxtimes$  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 (%)

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	Harodite Industries, Inc. (Interested entity) Dewey M. Rutledge, Jr.	434-799-1771	No	No	No
2	American Fiber Manufacturers Association Paul O'Day	703-875-0432	No	No	No
3	American Manufacturing Trade Action Coalition Sarah Beatty	202-452-0739	No	No	No
4	National Council of Textile Organizations Mike Hubbard	704-215-4540	No	No	No
5	Unifi, Inc. Jane Johnson	336-316-5278	No	No	No

# <sup>112TH CONGRESS</sup> **H. R. 5051**

To extend the temporary suspension of duty on certain synthetic filament yarns.

#### IN THE HOUSE OF REPRESENTATIVES

April 27, 2012

Mr. FRANK of Massachusetts 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 synthetic filament yarns.

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 SYNTHETIC FILAMENT YARNS.

4 (a) IN GENERAL.—Heading 9902.01.90 of the Har5 monized Tariff Schedule of the United States (relating to
6 certain synthetic filament yarns) is amended by striking
7 "12/31/2012" and inserting "12/31/2015".

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

1 withdrawn from warehouse for consumption, on or after

2 the 15th day after the date of the enactment of this Act.