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	United States RNATIONAL TRADE COMMISSION
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
	Date approved July 31, 2012
I. Background	
Bill number: H.R. 5	070
Sponsor name: Mr.	Rodney Frelinghuysen
Sponsor state: NJ	
Interested entity:	
	iner Foods Inc.
City Bloomf	ield
State NJ	
Other bills on product	(11) the Compress only), C. 2559 (Mrs. Dianna Fainstain CA)
Other bills on product	(112th Congress only): S. 2558 (Mrs. Dianne Feinstein, CA)
Nature of bill: Exte	ension of temporary duty reduction
Expiration date: Dec	ember 31, 2015
Current or previous ch	apter 99 heading: 9902.03.89
Retroactive date:	None
CAS number (if applica	ble): None
Industry analyst:	Katherine Baldwin
Telephone:	(202) 205-3396
Tariff Affairs contact:	Dan Shepherdson
Telephone:	(202) 205-2598

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)):

Artichokes, prepared or preserved otherwise than by vinegar or acetic acid, not frozen (provided for in subheading 2005.99.80)

(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 products are prepared artichokes. Although artichokes are grown in California, such artichokes are sold to the fresh market and are not used to produce preserved or prepared artichokes. Artichokes and artichoke hearts of this tariff line are more commonly used to cook with than the "marinated" artichokes of tariff line 2001.90.25. They are commonly used in dips, spreads, as pizza toppings, in pasta dishes, or served with sauce or butter. Peru is the primary source of imports, followed by Spain, Egypt, Chile, Italy, and Ecuador.

### IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	2005.99.80						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty (%) or percentage point reduction	1.56	1.56	1.56	1.56	1.56		
Estimated value of <i>dutiable</i> imports (\$)	40,600,000	42,600,000	44,700,000	47,000,000	49,300,000		
Customs revenue loss (\$)	633,360	664,560	697,320	733,200	769,080		

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.

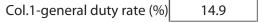
Dutiable imports were based on (more than one may apply):

- Official statistics of the U.S. Department of Commerce
- Provided by industry sources
- $\boxtimes$  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.



Temporary rate (%) 13.34

Percentage point reduction (%) 1.56

## 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	World Finer Foods Inc. (interested entity) Barbara Harloe, VP Purchasing	973-338-0300, x129	No	No	No
2	Borges USA Marie Staley	559-498-2919	No	No	No
3	H & J Trading Company John Wollenweber	925-552-0220	No	No	No
4	Rema Foods Inc. David Rockwood	201-947-1000, x129	No	No	No
5	Schreiber Foods Howard Schreiber	201-327-3535	No	No	No
6	Camerican International Lori Kensicki	201-587-0101	No	No	No
7	Association of Food Industries David Olave	202-216-9307	No	No	No
8	California Artichoke Advisory Board Pat Hopper	831-633-4411	No	No	No
9	California League of Food Processors Rob Neenan	916-640-8150	No	No	No
10	Food Match Inc. Norah Burton	212-239-6923	No	No	No
11	Atalanta Corporation Charles Gabbert	908-351-8000, x263	No	No	No
12	Victoria Fine Foods Jerry Aquilina	718-927-3000	No	No	No
13	Vigo Importing Tony Alessi	813-884-3491	No	No	No

## 112TH CONGRESS 2D SESSION H.R. 5070

To extend the temporary reduction of duty on artichokes, prepared or preserved otherwise than by vinegar or acetic acid, not frozen.

## IN THE HOUSE OF REPRESENTATIVES

April 27, 2012

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

# A BILL

To extend the temporary reduction of duty on artichokes, prepared or preserved otherwise than by vinegar or acetic acid, not frozen.

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. ARTICHOKES, PREPARED OR PRESERVED OTH-**

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ERWISE THAN BY VINEGAR OR ACETIC ACID, NOT FROZEN.

6 (a) IN GENERAL.—Heading 9902.03.89 of the Har7 monized Tariff Schedule of the United States (relating to
8 artichokes, prepared or preserved otherwise than by vin9 egar or acetic acid, not frozen) is amended by striking the

date in the effective period column and inserting "12/31/
 2015".

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