



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)):

AC electric motors of an output exceeding 74.6 W but not exceeding 85 W, single phase; each equipped with a capacitor, a speed control mechanism, a motor mount of plastics and a self-contained gear mechanism for oscillation (provided for in subheading 8501.40.40).

(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, electric motors, convert electrical energy to mechanical energy and are used in a wide range of applications. These electric motors have an output rated from 74.6 W to 85 W and are often used in household fans. China is the principal source of imports.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	8501.40.40				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	4	4	4	4	4
Estimated value of <i>dutiable</i> imports (\$)	16,400,000	17,200,000	18,100,000	19,000,000	19,900,000
Customs revenue loss (\$)	656,000	688,000	724,000	760,000	796,000

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

Although no changes to the article description are proposed above, we note that we have suggested minor clarifications in the article descriptions in bills for similar products, and that similar clarifications could be made in this description.

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	Lasko Products (Interested entity) Lawrence Bogard	202-861-2959	No	No	No
2	The Motor and Motion Association (SMMA) Bill Chambers	508-979-5935	No	No	No
3	National Electrical Manufacturers Association (NEMA) Craig Updyke	703-841-3294	No	No	No
4	Baldor John Malinowski	479-646-4711	No	No	No

112TH CONGRESS
2D SESSION

H. R. 5095

To extend the temporary suspension of duty on AC electric motors of an output exceeding 74.6 W but not exceeding 85 W.

IN THE HOUSE OF REPRESENTATIVES

APRIL 27, 2012

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

A BILL

To extend the temporary suspension of duty on AC electric motors of an output exceeding 74.6 W but not exceeding 85 W.

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. AC ELECTRIC MOTORS OF AN OUTPUT EXCEED-**
4 **ING 74.6 W BUT NOT EXCEEDING 85 W.**

5 (a) IN GENERAL.—Heading 9902.85.10 of the Har-
6 monized Tariff Schedule of the United States (relating to
7 AC electric motors of an output exceeding 74.6 W but not
8 exceeding 85 W) is amended by striking the date in the
9 effective period column and inserting “12/31/2015”.

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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