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	Interi	United States National Trade Commission	Room
		MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress	N
		Date approved July 31, 2012	
I. Background	ł		
Bill number:	H.R. 50	98	
C			
Sponsor name: Sponsor state:	PA	n Gerlach	
sponsor state.	ΓA		
Interested entity	y:		
Name	Lasko Pro	oducts	
City	West Che	ster	
State	PA		
Other bills on p	roduct (1	12th Congress only): None	
Nature of bill:	Renev	val of temporary duty suspension	
Expiration date:		nber 31, 2015	
Current or previ	ious chap	oter 99 heading: 9902.85.08	
Retroactive date	e:	None	
CAS number (if	applicabl	le): None	
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relephone:	ŀ	202-209-2009	

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)):

AC electric motors of an output exceeding 74.6 W but not exceeding 95 W, single phase, each equipped with a capacitor and a speed control mechanism (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 rating from 74.6 W to 95 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					
ltem	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 (\$)	10,700,000	11,300,000	11,800,000	12,400,000	13,000,000	
Customs revenue loss (\$)	428,000	452,000	472,000	496,000	520,000	

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 (%)

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. We note that heading 9902.85.08 expired on December 31, 2009.

Temporary rate (%)

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. 5098

To renew the temporary suspension of duty on AC electric motors of an output exceeding 74.6 W but not exceeding 95 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 renew the temporary suspension of duty on AC electric motors of an output exceeding 74.6 W but not exceeding 95 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 EXCEED4 ING 74.6 W BUT NOT EXCEEDING 95 W.

(a) IN GENERAL.—Heading 9902.85.08 of the Harmonized Tariff Schedule of the United States (relating to
AC electric motors of an output exceeding 74.6 W but not
exceeding 95 W) is amended by striking the date in the
effective period column and inserting "12/31/2015".

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 subsection (a) applies to goods entered, or withdrawn from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