

United States International Trade Commission

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

| | | Date approved July 31, 2012 |
|--------------------|---------------|--|
| I. Background | l | |
| Bill number: | H.R. 5134 | |
| Sponsor name: | Mr. Steve I | srael |
| Sponsor state: | NY | |
| Interested entity | 7 : | |
| Name L | _eviton Manu | facturing Company |
| City | Melville | |
| State 1 | ۷Y | |
| | | |
| Other bills on pr | oduct (112th | Congress only): S. 2420 (Mr. Charles E. Schumer, NY) |
| Nature of bill: | Temporary | y duty suspension |
| Expiration date: | December | 31, 2015 |
| Current or previ | ous chapter 9 | 99 heading: None |
| Retroactive date | ·: | None |
| CAS number (if a | applicable): | None |
| | | |
| Industry analyst | : Patri | ck Schneider |
| Telephone: | 202- | 205-3180 |
| Tariff Affairs con | tact: Jan S | Summers |

Note:

Telephone:

202-205-2605

^{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)):

Duplex overload (surge) protector receptacles for a voltage not exceeding 250 V alternating current, each with monitor light to indicate the device is protecting the circuit (provided for in subheading 8536.30.80)

(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 electrical receptacles that are a type of surge protection devices (SPD). SPDs are designed to reduce the random energy surges of voltage transients and noise that are present in utility power lines, data networks, telephone lines, closed circuits, cable television, and other power or control lines connected to electronic equipment. SPDs accomplish this task by blocking or diverting to ground any voltages that exceed a safe threshold. Surge protective receptacles are designed for use as a hard-wired device and offer a 3-level surge protection for phase to neutral, phase to ground, and neutral to ground. A monitor/indicator light-emitting diode (LED) is on continuously when active and off when the protection circuit is deactivated due to excessive transients. The leading sources of U.S. imports of HTS subheading 8536.30.80 (a broader category than that covered by this bill) are China and Mexico.

IV. Estimated effect on customs revenue

| Subject product HTS subheading(s) | 8536.30.80 | | | | | | |
|--|------------|------------|------------|------------|------------|--|--|
| ltem | 2013 | 2014 | 2015 | 2016 | 2017 | | |
| Col.1-general rate of duty (%) or percentage point reduction | 2.7 | 2.7 | 2.7 | 2.7 | 2.7 | | |
| Estimated value of <i>dutiable</i> imports (\$) | 15,000,000 | 15,000,000 | 15,000,000 | 15,000,000 | 15,000,000 | | |
| Customs revenue loss (\$) | 405,000 | 405,000 | 405,000 | 405,000 | 405,000 | | |

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 tha | n one may apply): | | |
|---|------------------------|--------------------------------|--|
| Official statistics of the U.S. Department | t of Commerce | | |
| $oxed{oxed}$ Provided by industry sources | | | |
| | | | |
| ☐ Commission estimates | | | |
| Duty reduction notes: | | | |
| \square This bill is not a duty reduction | | | |
| $\hfill \square$ This bill is a temporary duty reduction. I | Rates are shown below. | | |
| Col.1-general duty rate (%) | Temporary rate (%) | Percentage point reduction (%) | |

V. Technical comments

The article description has been edited for greater clarity and for consistency with the permanent HTS category.

| ١ | 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 | Leviton Manufacturing Company (Interested entity) David Olave | 202-730-4960 | No | No | No |
| 2 | BJB USA Joseph Laufer | 706-965-2526 | No | No | No |
| 3 | Coleman Cable Inc Gene Stang | 847-672-2380 | No | No | No |
| 4 | Cooper Industries Terry Helz | 713-209-8408 | No | No | No |
| 5 | Eaton Corp. William Barry Doggett | 216-523-4664 | No | No | No |
| 6 | Emerson Electric Co Lisa Jackson | 202-662-8790 | No | No | No |
| 7 | Ericson Manufacturing Jay Ericson | 800-374-2766 | No | No | No |
| 8 | General Electric Sandy Merber | 202-637-4000 | No | No | No |
| 9 | Hitachi America, Ltd. Carl Green | 202-828-9272 | No | No | No |
| 10 | Hubbell, Inc. Richard Davies | 475-882-4000 | No | No | No |
| 11 | JHL Industries Howard Lubin | 818-882-2233 x101 | No | No | No |
| 12 | Legrand North America Hoyt Webb Jude Kravitz | 877-295-3472 | No | No | No |
| 13 | Lutron Electrical Corp. John Woodman | 610-282-3800 | No | No | No |
| 14 | Monster Cable David Tognotti | 877-800-8989 | No | No | No |
| 15 | National Electrical Manufacturers Association (NEMA) Kyle Pitsor Craig Updyke | 703-841-3200 | No | No | No |
| 16 | Panamax Bill Pollock | 707-283-5900 | No | No | No |
| 17 | Patton Electronics Bobby Patton | 301-975-1000 x1204 | No | No | No |

| # | Firm/organization and contact name | Telephone number | Claims same or competing product made in the United States | Submission attached | Opposition noted |
|----|--|------------------------|---|---------------------|------------------|
| 18 | Philips Electronics Michelle DeMoor | 202-962-8551 | No | No | No |
| 19 | Schneider Square D Mary Chris Arnesen | 847-925-3152 | No | No | No |
| 20 | Siemens Energy and Automation, Inc. Kathy Rouge | 888-454-4704 x19333 | No | No | No |
| 21 | SurgeX Tanya Flores | 919-823-0374 | No | No | No |
| 22 | Technology Research Corp. Owen Farren | 727-535-0572 | No | No | No |
| 23 | Whirlwind USA Michael Laiacona | 800-733-9473 x147 | No | No | No |
| 24 | ZeroSurge Donna Devico | 908-996-7700 | No | No | No |

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H.R.5134

To suspend temporarily the duty on certain surge protectors.

IN THE HOUSE OF REPRESENTATIVES

April 27, 2012

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

A BILL

To suspend temporarily the duty on certain surge protectors.

Be it enacted by the Senate and House of Representa-

| _ | De we endered by the solute and House of Hepresonia | | | | | | | | | |
|---|--|--|----------|-----------|-----------|-------------------------|----|--|--|--|
| 2 | tives of the United States of America in Congress assembled, | | | | | | | | | |
| 3 | SECTION 1. CERTAIN SURGE PROTECTORS. | | | | | | | | | |
| 4 | (a) In General.—Subchapter II of chapter 99 of | | | | | | | | | |
| 5 | the Har | monized Tariff S | Schedule | e of the | United | d States | is | | | |
| 6 | amended by inserting in numerical sequence the following | | | | | | | | | |
| 7 | new heading: | | | | | | | | | |
| | " 9902.01.00 | Duplex surge protection receptacles for a voltage not exceeding 250v alternating current, each with monitor light to indicate the device is protecting the circuit (provided for in subheading 8536.30.80) | Free | No change | No change | On or before 12/31/2015 | ,, | | | |

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to articles entered, or withdrawn
- 3 from warehouse for consumption, on or after the 15th day

4 after the date of the enactment of this Act.

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