

## UNITED STATES INTERNATIONAL TRADE COMMISSION

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

			Date approved	August 9	, 2012	
I. Background						
Bill number:	H.R. 5175					
Sponsor name:	Ms. Carolyr	B. Maloney				
Sponsor state:	NY					
Interested entity:						
	NN, Inc.					
	ew York					
State NY						
Nature of bill: Expiration date:	Temporary December	duty susper 31, 2015	nsion			
Current or previou	us chapter 9	∍ heading:	None			
Retroactive date:		None				
CAS number (if ap	pplicable):	None				
Industry analyst:	Laura	V. Rodrigue	Z			
Telephone:	202-2	05-3499				
Tariff Affairs conta	act: Jan S	ummers				

#### Note:

Telephone:

202-205-2605

<sup>1.</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tariff\_affairs/congress\_reports/">http://www.usitc.gov/tariff\_affairs/congress\_reports/</a>.

<sup>2.</sup> 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)):

Women's footwear with uppers of leather (other than of pigskin) and outer soles of rubber, plastics, leather or composition leather (other than house slippers, work footwear, tennis shoes, basketball shoes and the like), valued at \$20/pair or higher (provided for in subheading 6403.99.90)

(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:	
<ul><li>☐ Same</li><li>☑ Different (see Technical Comments section)</li></ul>	

#### III. Other product information, including uses/applications and source(s) of imports

The subject products, women's leather footwear valued at \$20 per pair or more, includes various heels, pumps, flats, and boots with non-textile outer soles. The referenced HTS subheading is a residual or "basket" category covering a range of footwear valued over \$2.50 per pair. China is the leading supplier of imports of this footwear. The subject work footwear generally has toe caps of rubber or plastics. China is the leading supplier of imports of the subject footwear, followed by Indonesia.

#### IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	6403.99.90				
ltem	2013	2014	2015	2016	2017
Col.1-general rate of duty (%) or percentage point reduction	10	10	10	10	10
Estimated value of <i>dutiable</i> imports (\$)	6,500,000	6,850,000	7,166,250	7,524,652	7,900,790
Customs revenue loss (\$)	650,000	685,000	716,625	752,465	790,079

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
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**

The article description set forth above was revised slightly for greater clarity and for conformity with other HTS headings.

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### VII. Contacts with domestic firms/organizations

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			Claims same or competing product		
#	Firm/organization and contact name	Telephone number	made in the United States	Submission attached	Opposition noted
#	rimi/organization and contact name	relephone number	States	attacheu	Hoteu
1	ANN Inc. (Interested entity) Bryan Wolfe	212-536-4183	No	No	No
2	American Apparel and Footwear Association Nate Herman	703-797-9062	No	No	No
3	Footwear Distributors and Retailers of America Matt Priest	202-737-5660	No	No	No
4	KEEN, Inc. Joel Much	503-273-2540	No	No	No
5	National Retail Federation Erik Autor	202-250-9580	No	No	No
6	Rubber and Plastic Footwear Manufacturers Association Jamie Hunter	202-857-6000	No	No	No

#### 112TH CONGRESS 2D SESSION

## H. R. 5175

To suspend temporarily the duty on leather footwear for women with uppers other than of pigskin (other than house slippers, work footwear, tennis shoes, basketball shoes and the like), valued \$20/pair or higher.

#### IN THE HOUSE OF REPRESENTATIVES

April 27, 2012

Mrs. Maloney introduced the following bill; which was referred to the Committee on Ways and Means

### A BILL

- To suspend temporarily the duty on leather footwear for women with uppers other than of pigskin (other than house slippers, work footwear, tennis shoes, basketball shoes and the like), valued \$20/pair or higher.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

1	SECTION 1. LEATHER FOOTWEAR FOR WOMEN WITH UP-					
2	PERS OTHER THAN OF PIGSKIN (OTHER					
3	THAN HOUSE SLIPPERS, WORK FOOTWEAR,					
4	TENNIS SHOES, BASKETBALL SHOES AND					
5	THE LIKE), VALUED \$20/PAIR OR HIGHER.					
6	(a) In General.—Subchapter II of chapter 99 of					
7	the Harmonized Tariff Schedule of the United States is					
8	amended by inserting in numerical sequence the following					
9	new heading:					
	" 9902.01.00 Leather footwear for women with uppers other than of pigskin (other than house slippers, work footwear, tennis shoes, basketball shoes and the like), valued \$20/pair or higher (provided for in subheading 6403.99.90) Free No change No change On or before 12/31/2015 ".					

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

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