

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

	Date approved August 9, 2012
I. Background	
Bill number:	H.R. 5206
Sponsor name:	Mr. Mick Mulvaney
Sponsor state:	SC
nterested entity:	:
_	lunter Douglas
City C	Cowpens
State S	SC SC
Nature of bill:	Temporary duty suspension
Expiration date:	December 31, 2015
-xpiration date.	December 31, 2013
Current or previo	ous chapter 99 heading: None
Retroactive date:	: None
CAS number (if a	applicable): None
ndustry analyst:	Heidi Colby-Oizumi
Гelephone:	202-205-3391
Tariff Affairs cont	tact: Jan 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 H15 subheading(s)):	
Woven fabrics of glass fibers, suitable for use as window shade material, of fiberglass coated with ethyl vinyl acetate (provided for in subheading 7019.59.90)	
(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:	
□ Same	

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

The subject product is a fabric used in the production of window shades. It is a PVC-free fabric that has a translucent appearance. It is primarily imported from France. Opposition to this bill is noted below in the Contacts table.

IV. Estimated effect on customs revenue

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

□ Different (see Technical Comments section)

Subject product HTS subheading(s)	7019.59.90						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty or percentage point reduction (%)	7	7	7	7	7		
Estimated value of <i>dutiable</i> imports (\$)	178,000	189,000	208,000	229,000	240,000		
Customs revenue loss (\$)	12,460	13,230	14,560	16,030	16,800		

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.

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 (%) Percentage point reduction (%)

V. Technical comments

Following discussions with the interested entity, it is suggested that the article description be amended as shown above. We note that there are no specified criteria that would help Customs officials determine when any fabric is "suitable for use as a window shade" or which fabrics should be excluded from the scope of the proposed heading. No further characteristics that might be used to make the heading more specific were provided by the interested entity.

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	Hunter Douglas (Interested entity) Daniel Rodil	770-995-2212	No	No	No
2	AGY Holding Corp. David Fecko	814-506-1517	Yes	Yes	Yes
3	American Manufacturing Trade Action Coalition Sara Beatty	202-452-0866	No	No	No
4	BDG International Lisa Waller	847-760-0014	No	No	No
5	BGF Industries Mary Causey	336-545-0011	Yes	Yes	Yes
6	B&W Window Fashions David Perkowitz	847-596-6631	No	Yes	Yes
7	Copland Industries Jason Copland	336-226-0272	No	No	No
8	Glen Raven Patti Bates	336-227-6211	No	No	No
9	National Council of Textile Organizations Sarah Pierce	202-822-8026	No	No	No
10	Newell Levolor Andrew Rudd	770-418-7760	No	No	No
11	Phifer Incorporated Charles Morgan	205-345-2120	Yes	No	No
12	Rockland Industries Mark Berman	803-245-2486	Yes	Yes	Yes
13	U.S. Industrial Fabrics Institute Ruth Stephens	651-225-6920	Yes	Yes	Yes

Hi Heidi,

We would be opposed to this legislation because it is designed to benefit one company in the industry, to the exclusion of others, like B&W. If the legislation was rewritten to benefit all it would be supported by us.

If you would like to discuss my number is 847-596-6631.

Best Regards,

David Perkowitz B&W Window Fashions

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On Jun 15, 2012, at 2:03 PM, < Heidi.Colby@usitc.gov > < Heidi.Colby@usitc.gov > wrote:

Hi Dave,

I am contacting you regarding proposed legislation (H.R. bills 5199, H.R. 5201, H.R. 5203, H.R. 5206, and H.R. 5209) that would provide duty-free treatment to certain window shade materials of polyester or woven fiberglass. Complete descriptions of the fabrics can be found in the table below. The USITC prepares a report on each of the bills introduced and canvasses industry to determine whether there are domestic producers of the subject products or companies that would like to oppose the legislation. You may also submit statements of support directly to the House Ways and Means Committee at https://waysandmeansforms.house.gov/Contact/mtbform.htm. It is my understanding that your company manufacturers shades and may have an interest in this legislation.

Please let me know if you need further information, if you are aware of domestic production of the specified fabrics, or if you know of companies that would like to oppose the legislation. Again, statements of support should be filed directly with the Committee.

Thanks and best regards. Heidi

Heidi Colby-Oizumi U.S. International Trade Commission 202-205-3391

Rockland Industries, Inc.



June 21, 2012

via pdf email to <u>jackie.jones@usitc.gov</u> cc: via pdf email to <u>heidi.colby@usitc.gov</u> Re: Opposition to H.R. 5199, H.R. 5201, H.R. 5203, H.R. 5206 and H.R. 5209

Ms. Jackie Jones United States International Trade Commission 500 E St., SW Washington, DC 20436

Dear Ms. Jones:

The referenced House Resolutions were introduced by Representative Mulvaney of South Carolina. These resolutions, if they became law, would amend the Harmonized Tariff Schedule of the United States by removing import duties on various window shade fabrics containing some or all of the following ingredients, constructions and processes: foam backing, acrylic coating, ammonium stearate, aeration, 3 pass process, white first and third passes and black second pass, cotton flocking, titanium dioxide dispersed in water, polyester woven fabric, and flame resistant fire ratings.

We strongly oppose these resolutions. Rockland is a textile manufacturer operating a finishing plant in Bamberg, South Carolina. Among the products we make are window shade fabrics containing foam backing, acrylic coating, cotton flocking, titanium dioxide, and polyester plain weave fabric. We obtain the polyester fabric from another U.S. manufacturer. In addition, we manufacture window shade fabrics of other descriptions.

At present Rockland employs approximately 200 people. A reduction in the cost of imported window shade fabrics by removing the import duties on them would have a negative impact on our ability to sell our U.S. made products, which in turn would have a negative effect on our ability to maintain our current levels of employment.

For these reasons we urge that these three resolutions not be passed or included in the Miscellaneous Tariff Bill.

Sincerely

Mark R. Berman, President

From: Ruth A. Stephens [mailto:rastephens@ifai.com]

Sent: Monday, June 18, 2012 12:38 PM

To: Colby, Heidi

Cc: Jean Lineberger ; Sara Beatty **Subject:** RE: MTBs on specialty fabrics

Of the list you sent (copied below), USIFI can identify domestic manufacturers (members of the association) of all items; therefore we register our opposition to each. Is there more that we should do on this Tranche?

Bill No.	Sponsor	<u>State</u>	HTS number	Product description
hr5199	hr5199 Mulvaney		5903.90.25	Window shade material composed of 100% filament polyester yarns in a modified bas weave with a fabric weight of 385 grams per square meter, with 30-40 grams per square meter of pigment on the front and an acrylic foam backing stabilized with ammonium stearate and aerated, applied in a 3 pass process in which the first and third passes applied at 55-65 grams per square meter and are white in color and the second pass applied at 55-65 grams per square meter and is black in color
hr5201	Mulvaney	SC	5903.90.25	Window shade material composed of 100% filament polyester yarns in a plain weave fabric weight of 480 grams per square meter with a foam backing of which 58% is a dispersion of polyurethane, acrylic and fluoropolymer, 40% is a white dispersion cons of Titanium Dioxide dispersed in water and 2.0% is other auxiliaries
hr5203	Mulvaney	SC	3926.90.99	Window shade material composed of either 53-59% woven fiberglass and 41-47% accoating with 15 grams per square meter of cotton flocked backing with titanium compowder, or 43-47% woven fiberglass and 53-57% acrylic coating with 15 grams per semeter of cotton flocked backing with titanium compound powder
hr5206	Mulvaney	SC	7019.59.90	Window shade material composed of woven fiberglass coated with ethyl vinyl acetate
hr5209	Mulvaney	SC	6005.32.00	Window shade material composed of 100% polyester filaments warp knit weighing 16 grams per square meter with a DIN 4107 B1 fire rating
hr5536	Young	IN	5903.20.25	Textile fabrics of man-made fibers impregnated, coated, covered or laminated with polyurethane, of fabrics other than those specified in note 9 to section XI, other than tover 70 percent by weight of rubber or plastics
hr5541	Young	IN	5906.99.10	Rubberized textile fabrics of cotton, other than those of heading 5902

Regards, Ruth Stephens, USIFI Executive Director a division of IFAI 1801 County Road B West Roseville, MN 55113 USA

P: 651 225 6920 or 800 636 4942

M: 651 271 6741 F: 651 631 9334 W: www.usifi.com From: Colby, Heidi

To: Shepherdson, Daniel

Cc: Johnson, Lawrence

Subject: FW: Opposition to HR5206

Date: Friday, July 20, 2012 11:18:03 AM

Dan.

See below for additional opposition to hr5206 from AGY Holding Corp. I forwarded this to Jan last week, but then discovered she was out.

Thanks, Heidi

From: Boron, Andrea

Sent: Friday, July 13, 2012 12:30 PM

To: Colby, Heidi

Subject: FW: Opposition to HR5206

From: Kris Bayer [mailto:kris@afma.org] Sent: Friday, July 13, 2012 11:46 AM

To: Boron, Andrea

Cc: Paul O'Day; Frank Horn Subject: Opposition to HR5206

Andrea - David Fecko contacted me this morning to say that they wanted to oppose HR5206. I pasted the information below.

If you need anything from us, please let me know.

Best, Kris Bayer

American Fiber Manufacturers Association

AGY would like to oppose HR5206 on the grounds that this material competes with a product that we manufacture. Our product is used by BGF Industries to make window screening material that uses a PVC coating. The PVC coated window screening and the EVA coated window screening can be used for the same purposes.



July 19, 2012

The Honorable Dave Camp United States House of Representatives Chairman, House Ways and Means Committee 1102 Longworth House Office Building Washington, DC 20515

RE: HR 5206

Dear Chairman Camp:

I am writing to express BGF Industries' opposition to HR 5206 now under consideration in the House. This is one of three of bills granting temporary duty-free status to imported window shade materials. Should this bill become law, it would negatively impact the Fiberglass Window Shade markets BGF has serviced for more than 50 years and further jeopardize the already besieged textile manufacturing base in the United States.

BGF Industries is a textile manufacturer headquartered in Greensboro, NC. We have four manufacturing facilities, one in Cheraw, SC, two in Altavista, VA, and one in South Hill, VA, with approximately 800 employees companywide. We purchase raw materials in the United States to produce woven fiberglass fabrics for customers who make window shades. Over the past decade, we have been under siege from a steady influx of imports in the window shade and other markets we serve, which has eroded our market share and created an unfair competitive advantage to foreign imports. Granting tariff-free status for these imports would further penalize our business.

Therefore, I am respectfully submitting BGF Industries' strong opposition to HR 5206 and request that this bill be withdrawn from consideration in any MTB package.

Sincerely,

Mary I. Causey Marketing Operations Manager Window Shade/Electrical Markets

Cc: Congressman Howard Coble Neena Shenai –US House Staff Pamela Kirkland - US Dept Commerce OTEXA Maria D'Andrea – US Dept Commerce OTEXA Andrea Boron - ITC Kris Bayer - AFMA

112TH CONGRESS 2D SESSION

H.R. 5206

To suspend temporarily the duty on window shade material composed of woven fiberglass coated with ethyl vinyl acetate.

IN THE HOUSE OF REPRESENTATIVES

APRIL 27, 2012

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

A BILL

To suspend temporarily the duty on window shade material composed of woven fiberglass coated with ethyl vinyl acetate.

- 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. WINDOW SHADE MATERIAL COMPOSED OF
- 4 WOVEN FIBERGLASS COATED WITH ETHYL
- 5 VINYL ACETATE.
- 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:

2

"	9902.01.00	Window shade material					İ
		composed of woven fiber-					İ
		glass coated with ethyl					İ
		vinyl acetate (provided for					ĺ
		in subheading 7019.59.90)	Free	No change	No change	On or before	İ
						19/31/9015	,,

- 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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