

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

		Date approved August 9, 2012				
I. Backgroun	d					
Bill number:	H.R. 520	09				
Sponsor name: Sponsor state:	Mr. Mic	k Mulvaney				
Interested entit	ty:					
Name	Hunter Do	puglas				
City	Cowpens					
State	SC					
Other bills on product (112th Congress only): None						
Nature of bill:	Tempo	orary duty suspension				
Expiration date	e: Decem	aber 31, 2015				
Current or previous chapter 99 heading: None						
Retroactive dat	te:	None				
CAS number (if	fapplicable	e): None				
Industry analys	<u> </u>	leidi Colby-Oizumi				
Telephone:						
Tariff Affairs co	ntact: J	an 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)):

Warp knit fabrics suitable for use as window shade material, composed entirely of filament polyester yarns, weighing 160 g/ m2, certified by the importer as having a DIN 4107 B1 fire rating according to the German Institute for Standardization (provided for in subheading 6005.32.00) (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 product is a fabric used in the production of window shades. It is a translucent, noncoated, PVC-free, light filtering knit polyester fabric. It is primarily imported from Germany. Opposition to this bill is noted below in the Contacts table. IV. Estimated effect on customs revenue Subject product HTS subheading(s) 6005.32.00 Item 2013 2014 2015 2016 2017 Col.1-general rate of duty or 10 10 10 10 10 percentage point reduction (%) Estimated value of *dutiable* imports (\$) 1,247,000 1,309,000 1,375,000 1,444,000 1,500,000 Customs revenue loss (\$) 124,700 130,900 137,500 144,400 150,000 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):

Buttable 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 a temporary duty reduction. Rates are shown below.

Temporary rate (%)

V. Technical comments

Col.1-general duty rate (%)

Following discussion with the interested entity, staff recommends the article description be amended as shown above.

Percentage point reduction (%)

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	American Manufacturing Trade Action Coalition Sara Beatty	202-452-0866	No	No	No
3	BDG International Lisa Waller	847-760-0014	No	No	No
4	B&W Window Fashions David Perkowitz	847-596-6631	No	Yes	Yes
5	Copland Industries Jason Copland	336-226-0272	Yes	Yes	Yes
6	Glen Raven Patti Bates	336-227-6211	No	No	No
7	National Council of Textile Organizations Sarah Pierce	202-822-8026	No	No	No
8	Newell Levolor Andrew Rudd	770-418-7760	No	No	No
9	Phifer Incorporated Charles Morgan	205-345-2120	No	No	No
10	Rockland Industries Mark Berman	803-245-2486	Yes	Yes	Yes
11	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 From: Jason Copland [mailto:jason.copland@coplandfabrics.com]

Sent: Friday, June 22, 2012 8:53 AM

To: Freund, Kimberlie; sara beatty; rebecca.gudicello@trade.gov

Subject: Re: Fabric MTBs

Here is my list that we object to at Copland Fabrics:

HR 5199 HR 5201 HR 3972 HR 5529 HR 5530 HR 5531 HR 5532 HR 5534 HR 5536 HR 5199 HR 5201

HR 5209

Many of these bills are very broad and need to be rejected without my input. Please be sure and listen to AMTAC and NCTO on more rejections. It is a little disturbing that someone has filed all of these requests. It appears to just be a blanket blast of codes to see what they can get away with.

Please call me with any questions or concerns.

Jason Copland President and CEO Copland Fabrics, Inc. Burlington, NC 336-226-0272

www.coplandfabrics.com

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.	<u>Sponsor</u>	<u>State</u>	HTS number	Product description
hr5199	Mulvaney	sc	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 squareter 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 a 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 coating with 15 powder, or 43-4		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

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112TH CONGRESS 2D SESSION

H.R. 5209

To suspend temporarily the duty on certain window shade material composed of 100% polyester filaments.

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 certain window shade material composed of 100% polyester filaments.

- 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. CERTAIN WINDOW SHADE MATERIAL COM-
- 4 POSED OF 100% POLYESTER FILAMENTS.
- 5 (a) In General.—Subchapter II of chapter 99 of
- 6 the Harmonized Tariff Schedule of the United States is
- 7 amended by inserting in numerical sequence the following
- 8 new heading:

2

"	9902.01.00	Window shade material					
		composed of 100% poly-					
		ester filaments warp knit					
		weighing 160 grams per					
		square meter with a DIN					
		4107 B1 fire rating (pro-					
		vided for in subheading					
		6005.32.00)	Free	No change	No change	On or before	
						19/91/9015	,,

- 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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