

# UNITED STATES INTERNATIONAL TRADE COMMISSION

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

	Date approved August 9, 2012
I. Background	
Bill number:	.R. 5426
Sponsor name:	Mr. Tim Huelskamp
· -	KS
Interested entity:	
Name Col	lective Brands, Inc.
	peka
State KS	
г	uct (112th Congress only): None
ŀ	Temporary duty suspension
Expiration date:	December 31, 2015
Current or previous	s chapter 99 heading: None
Retroactive date:	None
CAS number (if app	olicable): None
Industry analyst:	Laura V. Rodriguez
Telephone:	202-205-3499
Tariff Affairs contact	t: Jan Summers

#### 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)):

Tennis shoes, basketball shoes, gym shoes, training shoes and the like, the foregoing with outer soles and uppers of rubber or plastics (provided for in subheading 6402.99.31)

(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 product includes athletic low-top footwear with outer soles and uppers of rubber or plastics, without regard to the age or gender of the intended wearer. Over 90 percent of the external surface of the upper must be of rubber or plastics, measured in accordance with the superior tariff description and applicable legal note. China is the leading supplier of imports of this footwear.

### IV. Estimated effect on customs revenue

Subject product HTS subheading(s)		6402.99.31					
	ltem	2013	2014	2015	2016	2017	
	Col.1-general rate of duty (%) or percentage point reduction	6	6	6	6	6	
	Estimated value of <i>dutiable</i> imports (\$)	50,000	60,000	70,000	80,000	90,000	
	Customs revenue loss (\$)	3,000	3,600	4,200	4,800	5,400	

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	n one may apply):						
Official statistics of the U.S. Department of Commerce							
☐ Provided by industry sources	☐ 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 represents a shortened method of describing the subject athletic footwear, compared to the language of the permanent tariff subheading which (having been referenced) would in any case set the scope of the proposed heading.

#### **VI. Continuation**

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## 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	Collective Brands, Inc. (Interested entity) Curtis Sneden	785-295-6615	No	No	No
2	American Apparel and Footwear Association Nate Herman	703-797-9062	No	No	No
3	American Manufacturing Trade Action Coalition Sara Beatty	202-452-0866	No	No	No
4	Footwear Distributors and Retailers of America Matt Priest	202-737-5660	No	No	No
5	KEEN, Inc. Joel Much	503-273-2540	No	No	No
6	National Retail Federation Erik Autor	202-250-9580	No	No	No
7	National Council of Textile Organizations Michael Hubbard	704-824-3522	No	No	No
8	Rubber and Plastic Footwear Manufacturers Association Jamie Hunter	202-857-6000	No	No	No

# H. R. 5426

To suspend temporarily the duty on certain footwear.

### IN THE HOUSE OF REPRESENTATIVES

May 7, 2012

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

## A BILL

To suspend temporarily the duty on certain footwear.

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 FOOTWEAR.								
4		(a) I	N GENERAL.—	Subcha	pter II	of chaj	pter 99	of	
5	the Harmonized Tariff Schedule of the United States is								
6	amended by inserting in numerical sequence the following								
7	new heading:								
	"	9902.01.00	Tennis shoes, basketball shoes, gym shoes, training shoes, and the like, the foregoing with outer soles of rubber or plastics (provided for in subheading (provided for in subheading 6402.99.31)	Free	No change	No change	On or before	,,	

- 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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