# Proposed modifications based on customs documentation received from interested parties

# Addendum to USITC Investigation No. 1205-8 (Certain Footwear: Recommendations for Modifying the Harmonized Tariff Schedule of the United States)

On November 8, 2010, the United States International Trade Commission (Commission) received a letter from the United States Trade Representative (USTR) requesting that the Commission make certain further recommendations concerning the footwear that was the subject of recommendations in the Commission's final report on investigation No. 1205-8 (USITC Publication 4178, August 2010). As indicated in the *Federal Register*, the Commission announced that it would issue an addendum to investigation No. 1205-8 and "post proposed recommendations on this matter on its Web site. . . by December 29, 2010. . . ".

The USTR request focused on two sets of existing HTS subheadings, as follows:

- (1) Subheadings 6404.11.40, 6404.11.50, 6404.11.60, 6404.11.70, 6404.11.80, 6404.19.40, 6404.19.50, 6404.19.60, 6404.19.70 and 6404.19.80, for which the Commission was asked to make further recommendations on the basis of liquidated customs entries to be provided by importers by December 22, 2010. Supporting documentation was received for all these subheadings, except 6404.11.40, 6404.11.50, 6404.11.60, and 6404.19.60. Proposed modifications to the HTS incorporating the six subheadings for which importers provided liquidated customs entries are included in the attached proposed recommendations.
- (2) Subheadings 6401.99.10, 6402.91.90, and 6402.99.40, for which the Commission was asked to provide a further recommendation on the basis of information previously provided by importers in the context of the Commission's August 2010 report. To date, U.S. Customs and Border Protection (Customs) has verified the validity of establishing a new rate line under existing subheading 6402.99.40, which is included in this posting. Customs has informed the Commission that previous documentation submitted for subheadings 6401.99.10 and 6402.91.90 indicated that relevant entries were all liquidated after the April 13, 2010, date specified by the USTR in its November 8, 2010, request letter. Therefore, there are no proposed recommendations for these latter two subheadings in this posting.

The attached proposed recommendations include additional new tariff subheadings (highlighted), along with modifications recommended under the relevant 6-digit subheadings in appendix B to the Commission's August 2010 report. Modifications previously recommended by the Commission in August 2010 remain in place and are before Congress under the layover provision in section 1206 of the Omnibus Trade and Competitiveness Act of 1988.

<sup>&</sup>lt;sup>1</sup>A copy of the report is available on the Commission's Web site at the following address: <a href="http://www.usitc.gov/tariff\_affairs/hts\_documents/pub4178.pdf">http://www.usitc.gov/tariff\_affairs/hts\_documents/pub4178.pdf</a>.

<sup>&</sup>lt;sup>2</sup>75 Fed. Reg. 75695 (Dec. 6, 2010).

Interested Federal agencies and the public may file views on the highlighted proposed modifications by January 12, 2011, as explained in the Federal Register notice of December 6, 2010.

#### 1. Subheading 6402.99.40 is superseded by the following:

6402.99.41

```
Other footwear with outer soles or rubber
or plastics:]
[Other footwear:]
         [Other:]
             [Other:]
                  [Other:]
                      "Footwear with
                      open toes or
                      open heels;
                      footwear of the
                      slip-on type,
                      that is held to
                      the foot without
                      the use of laces
                      or buckles or
                      other fasteners,
                      the foregoing
                      except footwear
                      of subheading
                      6402.99.20 and
                      except footwear
                      having a foxing
                      or a foxing-like
                      band wholly or
                      almost wholly
                      of rubber or
                      plastics applied
                      or molded at the
                      sole and over-
                      lapping the
                       upper:
                           Having an
                           outer sole
                           with textile
                           materials
                           having the
                           greatest
                           surface area
                           in contact
                           with the
                           ground, but
                           not taken
                           into account
                           under the
                           terms of
                           additional
                           U.S. note 5
                           to this
                                                 12.5%
                                                               Free (AU,BH,CA,
                                                                                      <mark>35%</mark>
                           Chapter .....
                                                                CL,D,E,IL,J+,JO,
                                                                MA,MX,OM,P,PE,
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R,SG)

```
Other footwear with outer soles or rubber
or plastics:]
    [Other footwear:]
[Other:]
             [Other:]
                 [Other:]
                     [Footwear with
                      open toes or
                     open heels;
                     footwear of the
                     slip-on type,
                     that is held to
                     the foot without
                     the use of laces
                     or buckles or
                     other fasteners,
                     the foregoing
                     except footwear
                     of subheading
                     6402.99.20 and
                      except footwear
                     having a foxing
                     or a foxing-like
                     band wholly or
                     almost wholly
                     of rubber or
                     plastics applied
                     or molded at the
                     sole and over-
                     lapping the
                     upper:]
                          Other .....
                                                37.5%
                                                             Free (AU,BH,CA,
                                                                                   66%"
                                                             CL,E,IL,J+,JO,
                                                             MA,MX,OM,P,
                                                             PE,R)
                                                             7.5% (SG)
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6402.99.49

# 2. Subheading 6404.11.70 is superseded by the following:

6404.11.71	[Footwear with outer soles:] [Footwear with outer soles:] [Sports footwear:] [Other:] [Valued over \$3 but:] "Other: With an upper of vegetable fibers and havi an outer sole with textile materials havir the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S. Note 5 to this chapter	e ng ne t	Free (AU,BH,CA, CL,D,E,IL,J+,JO,	35%
			MX,OM,P,PE, R,SG) 2.4% (MA)	
6404.11.75	With an upper textile material other than vegetable fiber and having an outer sole with textile material having the greatest surfactor area in contact with the ground but not taken in account under the terms of additional U.S. Note 5 to this	s s e d, nto		
	chapter	12.5%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG)	<mark>35%</mark>
6404.11.79	Other	90¢/pr. + 37.5%	4.1% (MA)	\$1.56/pr. + 66%"

## 3. Subheading 6404.11.80 is superseded by the following:

6404.11.81	[Footwear with outer soles of rubber or plastics:]  [Sports footwear:]  [Other:]  "Valued over \$6.50 but not over \$12/pair:  With an upper of vegetable fibers and having an outer sole with textile materials having the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S.  Note 5 to this chapter	7.5%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG)	35%
6404.11.85	With an upper of textile material other than vegetable fibers and having an outer sole with textile materials having the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S.		2.4% (MA)	
	Note 5 to this chapter	12.5%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG)	<mark>35%</mark>
6404.11.89	Other	90¢/pr. + 20%	4.1% (MA) Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P, PE,R) 18¢/pr. + 4% (SG)	\$1.56/pr. + 35%"

#### 4. Subheading 6404.19.40 is superseded by the following:

```
[Footwear with outer soles...:]
    [Footwear with outer soles of rubber
    or plastics:]
         [Other:]
             [Other:]
                  [Valued not over $3/pair:]
                      "Having soles (or mid-
                      soles, if any) of
                      rubber or plastics
                      which are affixed
                      to the upper
                      exclusively with an
                      adhesive (any mid-
                      soles also being
                      affixed exclusively
                      to one another and to
                      the sole with an
                      adhesive); the
                      foregoing except
                      footwear having a
                      foxing or a foxing-like
                      band applied or
                      molded at the sole
                      and overlapping the
                      upper and except
                      footwear with soles
                      which overlap the
                      upper other than at
                      the toe or heel:
                           With an upper of
                           vegetable fibers
                           and having an
                           outer sole with
                           textile materials
                           having the
                           greatest surface
                           area in contact
                           with the ground,
                           but not taken into
                           account under
                           the terms of
                           additional U.S.
                           Note 5 to this
                           chapter .....
                                                 7.5%
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<u>6404.19.41</u>

Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG) 2.4% (MA) **35%** 

	[Ha soli rub whi to t exc adh soli affii to c the adh fore foo fox bar mo and upp foo whi	-			
6404.19.47		With an upper of textile material other than vegetable fibers and having an outer sole with textile materials having the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S. Note 5 to this chapter	12.5%	Free (AU,BH,CA,	35%
		спартег	12.576	CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG) 4.1% (MA)	33 /6
6404.19.49		Other	37.5%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P, PE,R) 7.5% (SG)	66%

## 5. Subheading 6404.19.50 is superseded by the following:

6404.19.51	[Footwear with outer soles of rubber or plastics:] [Sports footwear:] [Other:] [Valued not over \$3/pair:] "Other: With an upper of vegetable fibers and having an outer sole with textile materials having the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S. Note 5 to this chapter	<b>7.5%</b>	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG)	<b>35%</b>
6404.19.57	With an upper of textile material other than vegetable fibers and having an outer sole with textile materials having the greatest surface area in contact with the ground, but not taken into account under the terms of additional U.S. Note 5 to this chapter	12 5%	2.4% (MA)	35%
	chapter	12.5%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MX,OM,P,PE, R,SG)	35%
6404.19.59	Other	48%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P, PE,R) 9.6% (SG)	84%"

#### 6. Subheading 6404.19.70 is superseded by the following:

```
[Footwear with outer soles...:]
                      [Footwear with outer soles of rubber
                      or plastics:]
                          [Other:]
                              [Other:]
                                   [Valued over $3 but not
                                   over $6.50/pair:]
                                       "Other:
6404.19.71
                                            With an upper of
                                           vegetable fibers
                                           and having an
                                           outer sole with
                                           textile materials
                                           having the
                                           greatest surface
                                           area in contact
                                           with the ground,
                                           but not taken into
                                           account under
                                           the terms of
                                           additional U.S.
                                           Note 5 to this
                                           chapter .....
                                                                 7.5%
                                                                               Free (AU,BH,CA,
                                                                                                     35%
                                                                               CL,D,E,IL,J+,JO,
                                                                               MX,OM,P,PE,
                                                                               R,SG)
                                                                               4.1% (MA)
6404.19.77
                                           With an upper of
                                           textile material
                                           other than
                                           vegetable fibers
                                           and having an
                                           outer sole with
                                           textile materials
                                           having the
                                           greatest surface
                                           area in contact
                                           with the ground,
                                           but not taken into
                                           account under
                                           the terms of
                                           additional U.S.
                                           Note 5 to this
                                           chapter .....
                                                                  12.5%
                                                                               Free (AU,BH,CA,
                                                                                                     35%
                                                                               CL,D,E,IL,J+,JO,
                                                                               MX,OM,P,PE,
                                                                               R,SG)
                                                                               4.1% (MA)
6404.19.79
                                                                  90¢/pr. +
                                                                               Free (AU,BH,CA,
                                                                                                     $1.58/pr. +
                                           Other . . . . . . . . . . . .
                                                                  37.5%
                                                                               CL,D,E,IL,J+,JO,
                                                                                                     66%"
                                                                               MA,MX,OM,P,
                                                                               PE,R)
                                                                               18¢/pr. +
                                                                               7.5% (SG)
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#### 7. Subheading 6404.19.80 is superseded by the following:

6404.19.81	vegetable and having outer so textile me having the greatest area in control with the but not textile me account the term additional Note 5 to	\$6.50 but /pair: upper of e fibers ng an le with aterials ne surface contact ground, aken into under s of al U.S.	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P,PE, R,SG)	<b>35%</b>
6404.19.87	account the term additions	aterial an e fibers ng an le with aterials ne surface contact ground, aken into under s of al U.S.	4.1% (MA)	
6404.19.89	·	90¢/pr. 20%	Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P,PE, R,SG) 4.1% (MA) + Free (AU,BH,CA, CL,D,E,IL,J+,JO, MA,MX,OM,P, PE,R) 18¢/pr. + 4% (SG)	35% \$1.58/pr. + 35%"