MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress

[Date approved: January 30, 2006]

Bill No. and sponsor: H.R. 3392 (Mr. Jim Ryun, Kansas).

Proponent name, location: Payless ShoeSource®, Topeka, KS.

Other bills on product (109th Congress only): None.


Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

9902.64.09 Footwear with outer soles of rubber or plastics and uppers of textile materials other than vegetable fibers, with open toes or open heels, the foregoing other than house slippers and other than footwear for women (provided for in subheading 6404.19.30).

Check one:

x Same as that in bill as introduced.

Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The bill covers footwear other than house slippers, with open toes or open heels, with less than 10 percent by weight of rubber or plastics, and with uppers of textile materials other than vegetable fibers, that are for persons other than women (statistical reporting numbers 6404.19.3040 or 6404.19.3080).

Dutiable U.S. imports of the subject footwear entering under 6404.19.30 totaled $1.9 million in 2004. China was the leading supplier of these imports.
Estimated effect on customs revenue:

<table>
<thead>
<tr>
<th>HTS subheading 6404.19.30</th>
<th>2005</th>
<th>2006</th>
<th>2007</th>
<th>2008</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Col. 1-General rate of duty</td>
<td>12.5%</td>
<td>12.5%</td>
<td>12.5%</td>
<td>12.5%</td>
<td>12.5%</td>
</tr>
<tr>
<td>Estimated value dutiable imports 1/</td>
<td>$2,000,000</td>
<td>$2,000,000</td>
<td>$2,000,000</td>
<td>$2,000,000</td>
<td>$2,000,000</td>
</tr>
<tr>
<td>Customs revenue loss</td>
<td>$250,000</td>
<td>$250,000</td>
<td>$250,000</td>
<td>$250,000</td>
<td>$250,000</td>
</tr>
</tbody>
</table>

1/ No data are included on imports now entering free of duty or at reduced duty rates under U.S. free trade agreements or tariff preference programs; such imports may be affected by changes in the general duty rate on the subject goods.

Source of estimated dutiable import data: Commission estimates based on data provided by industry.

Contacts with domestic firms/organizations (including the proponent):

<table>
<thead>
<tr>
<th>Name of firm/organization</th>
<th>Date contacted</th>
<th>US production of same or competitive product claimed?</th>
<th>Submission attached?</th>
<th>Opposition noted?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Payless ShoeSource® (Proponent) Curtis Sneden, Director of Government Affairs (785-295-6615)</td>
<td>11/09/05</td>
<td>No</td>
<td>Yes</td>
<td>No</td>
</tr>
<tr>
<td>American Apparel and Footwear Association Nate Herman, Director of International Trade (703-797-9062)</td>
<td>11/15/05</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Footwear Distributors and Retailers of America Peter T. Mangione, President (202-737-5660)</td>
<td>11/18/05</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Rubber and Plastic Footwear Manufacturers Association Mitchell Cooper, Counsel (202-331-1858)</td>
<td>11/07/05</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
</tbody>
</table>

Technical comments:³ None.

³ 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 U.S. Customs and Border Protection should be consulted prior to enactment of the bill.
H. R. 3392

To suspend temporarily the duty on certain footwear with open toes or heels.

IN THE HOUSE OF REPRESENTATIVES

JULY 21, 2005

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

A BILL

To suspend temporarily the duty on certain footwear with open toes or heels.

Be it enacted by the Senate and House of Representa-

tives of the United States of America in Congress assembled,

SECTION 1. CERTAIN FOOTWEAR WITH OPEN TOES OR HEELS.

(a) In General.—Subchapter II of chapter 99 of the Harmonized Tariff Schedule of the United States is amended by inserting in numerical sequence the following new heading:
| | 9902.64.09 | Footwear with outer soles of rubber or plastics and uppers of textile materials other than of vegetable fibers, with open toes or open heels, the foregoing other than house slippers and other than footwear for women (provided for in subheading 6404.19.30) | Free | No change | No change | On or before 12/31/2009 |

(b) **Effective Date.**—The amendment made by subsection (a) applies to goods entered, or withdrawn from warehouse for consumption, on or after the 15th day after the date of the enactment of this Act.