



## MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

Date approved

### I. Background

Bill number:

Sponsor name:

Sponsor state:

Interested entity:

Name

City

State

Other bills on product (112th Congress only):

Nature of bill:

Expiration date:

Current or previous chapter 99 heading:

Retroactive date:

CAS number (if applicable):

Industry analyst:

Telephone:

Tariff Affairs contact:

Telephone:

Note:

1. Access to an electronic copy of this memorandum is available at [http://www.usitc.gov/tariff\\_affairs/congress\\_reports/](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)):**

Power supplies with a power output exceeding 150 W but not exceeding 500 W (provided for in subheading 8504.40.95)

(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 products are rectifiers or rectifying apparatus known as power supplies. A rectifier is an electrical device that converts alternating current (AC), which periodically reverses direction, to direct current (DC), which flows in only one direction. Rectifiers can have many uses, but they are often found serving as components of DC power supplies and high-voltage direct current power transmission systems. The principal U.S. import sources are China, Japan, and Germany.

**IV. Estimated effect on customs revenue**

Subject product HTS subheading(s)	8504.40.95				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	1.5	1.5	1.5	1.5	1.5
Estimated value of <i>dutiable</i> imports (\$)	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000
Customs revenue loss (\$)	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

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):

- Official statistics of the U.S. Department of Commerce
- Provided by industry sources
- Industry information
- Commission estimates

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 suggested article description was altered to match the language of non-legal HTS statistical reporting number 8504.40.9520, in order to cover the products desired 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	IBM Corp. (Interested entity) John Adamo	720-395-1427	No	No	No
2	Crane Aerospace and Electronics Ernie Parker	818-526-2500	No	No	No
3	Emerson Network Power Dusty Becker	440-246-6999	No	No	No
4	National Electrical Manufacturers Association (NEMA) Craig Updyke Kyle Pitsor	703-841-3274	No	No	No
5	Unipower Corp. Joe M.	954-346-2442	No	No	No

112TH CONGRESS  
2D SESSION

# H. R. 5410

To suspend temporarily the duty on power supplies between 150 watts and 500 watts.

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## IN THE HOUSE OF REPRESENTATIVES

MAY 7, 2012

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

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## A BILL

To suspend temporarily the duty on power supplies between 150 watts and 500 watts.

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. POWER SUPPLIES BETWEEN 150 WATTS AND 500**

4 **WATTS.**

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:

“	9902.01.00	Power supplies between 150 watts and 500 watts (provided for in sub-heading 8504.40.95) .....	Free	No change	No change	On or before 12/31/2015	”.
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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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