## S. 730

To amend the Harmonized Tariff Schedule of the United States to modify the tariffs on certain footwear, and for other purposes.

## IN THE SENATE OF THE UNITED STATES

March 26, 2009

Mr. Ensign (for himself, Ms. Cantwell, Mr. Roberts, Mr. Brownback, Mr. Voinovich, Mr. Lieberman, Mrs. Murray, Ms. Collins, Mr. Demint, and Mr. Bennet) introduced the following bill; which was read twice and referred to the Committee on Finance

## A BILL

- To amend the Harmonized Tariff Schedule of the United States to modify the tariffs on certain footwear, and for other purposes.
  - 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. SHORT TITLE.
  - 4 This Act may be cited as the "Affordable Footwear
  - 5 Act of 2009".
  - 6 SEC. 2. FINDINGS.
  - 7 Congress finds the following:

- 1 (1) Average collected duties on imported foot-2 wear are among the highest of any product sector, 3 totaling approximately \$1,900,000,000 during 2006.
  - (2) Duty rates on imported footwear are among the highest imposed by the United States Government, with some as high as the equivalent of 67.5 percent ad valorem.
  - (3) The duties currently imposed by the United States were set in an era during which high rates of duty were intended to protect production of footwear in the United States.
  - (4) Footwear produced in the United States supplies only about 1 percent of the total United States market for footwear. This production is concentrated in distinct product groupings, which are not impacted by the provisions of this Act.
  - (5) Low- and moderate-income families spend a larger share of their disposable income on footwear than higher-income families.
  - (6) Footwear duties, which are higher on lowerprice footwear, serve no purpose and are a hidden, regressive tax on those people in the United States least able to pay.
- 24 SEC. 3. SENSE OF CONGRESS.
- 25 It is the sense of Congress that—

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

1	(1) the reduction or elimination of duties on the
2	importation of certain footwear articles would pro-
3	vide significant benefits to United States consumers,
4	particularly lower-income families;
5	(2) there is no production in the United States
6	of many footwear articles;
7	(3) the reduction or elimination of duties on
8	such articles will not negatively impact manufac-
9	turing or employment in the United States; and
10	(4) the reduction or elimination of duties on
11	such articles will result in reduced retail prices for
12	consumers.
13	SEC. 4. ELIMINATION OF DUTIES ON CERTAIN FOOTWEAR.
14	(a) Definitions.—The Additional U.S. Notes to
15	chapter 64 of the Harmonized Tariff Schedule of the
16	United States are amended—
17	(1) in Note 1—
18	(A) in paragraph (b), by striking the pe-
19	riod and inserting a semicolon; and
20	(B) by adding at the end the following:
<ul><li>20</li><li>21</li></ul>	(B) by adding at the end the following:  "(c) The term 'footwear for men' covers footwear of

1	"(d) The term 'footwear for women' covers footwear
2	of American sizes 4 and larger whether for females or of
3	types commonly worn by both sexes."; and
4	(2) by adding at the end the following:
5	"5. For the purposes of this chapter:
6	"(a) The term 'work footwear' encompasses, in
7	addition to footwear having a metal toe-cap, special-
8	ized footwear for men or for women that:
9	"(i) has outer soles of rubber or plastics
10	"(ii) is of a kind designed for use by per-
11	sons employed in occupations, such as those re-
12	lated to the agricultural, construction, indus-
13	trial, public safety, and transportation sectors
14	and
15	"(iii) has special features to protect
16	against hazards in the workplace (such as re-
17	sistance to chemicals, compression, grease, oil
18	penetration, slippage, or static build-up).
19	"(b) The term 'work footwear' does not cover
20	"(i) sports footwear, tennis shoes, basket-
21	ball shoes, gym shoes, training shoes, and the
22	like;
23	"(ii) footwear designed to be worn over
24	other footwear;

1	"(iii) footwear with open toes or open
2	heels; or
3	"(iv) footwear, except footwear covered
4	under heading 6401, of the slip-on type or
5	other footwear that is held to the foot without
6	the use of laces or a combination of laces and
7	hooks or other fasteners.
8	"6. For purposes of this chapter, the term 'house
9	slippers' means footwear of the slip-on type designed solely
10	for casual indoor use. The term 'house slippers' includes:
11	"(i) footwear with outer soles not over 3.5 mm
12	in thickness, consisting of cellular rubber, non-grain
13	leather, or textile material;
14	"(ii) footwear with outer soles not over 2 mm
15	in thickness consisting of polyvinyl chloride, whether
16	or not backed; and
17	"(iii) footwear which, when measured at the
18	ball of the foot, has sole components (including any
19	inner and mid-soles) with a combined thickness not
20	over 8 mm as measured from the outer surface of
21	the uppermost sole component to the bottom surface
22	of the outer sole and which, when measured in the
23	same manner at the area of the heel, has a thickness
24	equal to or less than that at the ball of the foot.

- 1 "7. For purposes of subheadings 6402.91.52,
- 2 6402.99.35, 6403.91.62, 6403.91.93, and 6404.19.21, the
- 3 dollar amounts specified as the value of a good shall be
- 4 as follows:
- 5 "In calendar years 2009 through 2013, \$20/
- 6 pair.
- 7 "In calendar years 2014 through 2019, \$23/
- 8 pair.
- 9 "In calendar years 2020 through 2026, \$26/
- pair.
- "In calendar years 2027 and thereafter, \$29/
- pair.
- 13 "8. For purposes of this chapter, the constituent ma-
- 14 terial of an outer sole of rubber or plastics to which textile
- 15 materials are attached or into which such materials are
- 16 otherwise incorporated shall be deemed to be only of rub-
- 17 ber or plastics.".
- 18 (b) Modification of Tariffs on Certain Foot-
- 19 WEAR.—
- 20 (1) Heading 6401 of the Harmonized Tariff
- 21 Schedule of the United States is amended by adding
- the following new subheading after subheading
- 23 6401.92.60 with the article description having the
- same degree of indentation as the article description
- 25 for subheading 6401.92.60:

"	6401.92.70	Vulcanized rubber lug boot bottoms			
		for actual use in fishing waders	Free	75%	".

- 1 (2) Heading 6402 of the Harmonized Tariff 2 Schedule of the United States is amended as follows:
- 3 (A) By striking subheading 6402.19.15 4 and inserting the following with the superior 5 text having the same degree of indentation as 6 the article description for subheading 7 6402.19.15, as in effect on the day before the 8 date of the enactment of this Act:

"	6402.19.17	Other: For women	5.1%	Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R, SG)	35%	
J	6402.19.19	Other	Free		35%	".

- (B) In subheading 6402.91.05, by striking the matter in the general and special rate of duty columns and inserting "Free" in the general rate of duty column.
- (C) In subheading 6402.91.16, by striking the matter in the general and special rate of duty columns and inserting "Free" in the general rate of duty column.
- (D) By striking subheading 6402.91.40 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading

10

11

12

13

14

15

16

17

18

19

6402.91.40, as in effect on the day before the

2		date of the enactme	ent of thi	s Act:		
"	6402.91.42 6402.91.43	Footwear having uppers of which over 90 percent of the external surface area (including any accessories or reinforcements such as those mentioned in note 4(a) to this chapter) is rubber or plastics except (1) footwear having a foxing or foxing-like band applied or molded at the sole and overlapping the upper and (2) footwear (other than footwear having uppers which, from a point 3 cm above the top of the outer sole, are entirely of non-molded construction formed by sewing the parts together and having exposed on the outer surface a substantial portion of functional stitching) designed to be worn over, or in lieu of, other footwear as a protection against water, oil, grease, or chemicals or cold or inclement weather:  Work footwear	6% Free	Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R, SG)	35% 35%	".
3		(E) By strik	ing subl	neading	6402.91.	50
4		and inserting the	following	g, with the	he super	ior
5		text having the sa	me degre	ee of ind	entation	as
6		the superior text to	o subhea	ding 640	2.91.50,	as
7		in effect on the da	y before	the date	of the	en-
8		actment of this Act	<b>;</b> :			
"		Footwear designed to be worn over, or in lieu of, other footwear as a protection against water, oil, grease, or chemicals or cold or inclement weather:				

6402.91.52	Footwear, except vulcanized foot-				
	wear and footwear with water-				
	proof molded bottoms, including				
	bottoms comprising an outer sole				
	and all or part of the upper,				
	where protection against water is				
	imparted by the use of a coated				
	or laminated fabric, designed to				
	be used in lieu of, but not over,				
	other footwear, valued over the				
	dollar amount specified in addi-				
	tional U.S. note 7 to this chap-				
	ter, and if designed for men or				
	women the height of which does				
	not exceed 8 inches (20.32 cm)				
	or if designed for other persons				
	the height of which does not ex-				
	ceed 7 inches (17.72 cm)	Free		66%	
6402.91.54	Other	37.5%	Free (CA, D,		
			IL, MX, R)		
			6% (P)		
			3.7% (JO)		
			1.5% (SG)		
			18.7% (AU)		
			20.8% (MA)		
			26.2% (CL)		
			82.5% (BH)		
			33.7% (OM,		
l			PE)	66%	".

(F) In each of the following subheadings, 1 by striking the matter in the general and spe-2 cial rate of duty columns and inserting "Free" 3 in the general rate of duty column: 4 5 (i) Subheading 6402.91.90. 6 (ii) Subheading 6402.99.04. (iii) Subheading 6402.99.12. 7 (iv) Subheading 6402.99.31. 8

(G) By striking subheading 6402.99.33 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6402.99.33, as in effect on the day before the date of the enactment of this Act:

9

10

11

12

13

	ı	1			1	
"		Footwear designed to be worn over,				
		or in lieu of, other footwear as a				
		protection against water, oil,				
		grease, or chemicals or cold or in-				
		clement weather:				
	6402.99.35	Footwear, except vulcanized foot-				
		wear and footwear with water-				
		proof molded bottoms, including				
		bottoms comprising an outer sole				
		and all or part of the upper,				
		where protection against water is				
		imparted by the use of a coated				
		or laminated textile fabric, de-				
		signed to be used in lieu of, but				
		not over, other footwear, valued				
		over the dollar amount specified				
		in additional U.S. note 7 to this				
		chapter	Free		66%	
	6402.99.37	Other	37.5%	Free (CA, D,		
				IL, MX, R)		
				6% (P)		
				3.7% (JO)		
				15% (SG)		
				17.7% (AU)		
				20.8% (MA)		
				26.2% (CL)		
				22.5% (BH)		
				33.7% (OM,	0.007	
	l	l l		PE)	66%	·′′•

(H) In each of the following subheadings, 1 by striking the matter in the general and spe-2 cial rate of duty columns and inserting "Free" 3 in the general rate of duty column: 4 (i) Subheading 6402.99.40. 5 6 (ii) Subheading 6402.99.60. (iii) Subheading 6402.99.70. 7 8 (3) Heading 6403 of the Harmonized Tariff 9 Schedule of the United States is amended as follows: 10 (A) By striking subheading 6403.40.30 11 and inserting the following, with the superior 12 text having the same degree of indentation as 13 the article description for subheading 14 6403.40.30, as in effect on the day before the 15 date of the enactment of this Act:

"	6403.40.35 6403.40.38	Welt footwear:  With pigskin uppers  Other	5%	Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R, SG)	20%	".
---	--------------------------	--	----	---	-----	----

(B) By striking subheading 6403.51.90 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6403.51.90, as in effect on the day before the date of the enactment of this Act:

"		For other persons:				
	6403.51.92	For women	10%	Free (AU, BH,		
			,	CA, CL, D, E,		
				IL, J+, JO,		
				MA, MX, OM,		
				P, PE, R)		
				2.5% (SG)	20%	
	6403.51.94	Other	Free		20%	".

(C) By striking subheading 6403.59.15 and the preceding superior text and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6403.59.15, as in effect on the day before the date of the enactment of this Act:

"	6403.59.17	Other: Turn or turned footwear: For men or women	2.5%	Free (AU, BH, CA, CL, D, IL, J+, JO, MA, MX, OM, P, PE, R, SG)	10%	
	6403.59.18	Other	Free		10%	".

14 (D) By striking subheading 6403.91.60 15 and inserting the following, with the superior

text having the same degree of indentation as
the article description for subheading
6403.91.60, as in effect on the day before the
date of the enactment of this Act:

"		For men, youths and boys:				
	6403.91.61	Work footwear	8.5%	Free (AU, BH,	20%	
				CA, CL, D, E,		
				IL, J+, JO,		
				MA, MX, OM,		
				P, PE, R, SG)		
	6403.91.62	Slip-on footwear, other than				
		such footwear with sole compo-				
		nents (including any mid-soles				
		but excluding any inner soles)				
		which when measured at the				
		ball of the foot have a com-				
		bined thickness less than 13.5				
		mm, valued over the dollar				
		amount specified in additional				
		U.S. note 7 to this chapter	8.5%	Free (AU, BH,	20%	
		1	,	CA, CL, D, E,	,	
				IL, J+, JO,		
				MA, MX, OM,		
				P, PE, R, SG)		
	6403.91.65	Other	Free	, , , , , , , , , , , ,	20%	".

(E) By striking subheading 6403.91.90 5 6 and inserting the following, with the superior text having the same degree of indentation as 7 article description subheading 8 the for 9 6403.91.90, as in effect on the day before the date of the enactment of this Act: 10

"	6403.91.92	For other persons:  Work footwear	10%	Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R)	
				2.5% (SG)	20%

6403.91.93	Slip-on footwear, other than such footwear with a heel over 15 mm in height as measured from the bottom of the sole or sole components (including any mid-soles but excluding any inner soles) which when measured at the ball of the foot have a combined thickness less than 13.5 mm, valued over the dollar amount specified in additional U.S. note 7 to				
6403.91.95	Other	10%	Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R) 2.5% (SG) Free (AU, BH, CA, CL, D, E, IL, J+, JO, MA, MX, OM, P, PE, R) 2.5% (SG)	20%	".

(F) By striking subheading 6403.99.60 and the preceding superior text and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6403.99.60, as in effect on the day before the date of the enactment of this Act:

"		Other:				
		For men, youths and boys:				
	6403.99.62	House slippers	8.5%	Free (AU, CA,		
				BH, CL, K,		
				IL, J+, JO,		
				MA, MX, P, R,		
				SG)	20%	
	6403.99.64	Work footwear	Free		20%	
	6403.99.66	Other for men	8.5%	Free (AU, CA,		
				BH, CL, D,		
				IL, J+, JO,		
				MA, MX, OM,		
				P, PE, R, SG)	20%	
	6403 99 68	Other	Free		20%	,,

(G) By striking subheading 6403.99.75 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading

1 6403.99.75, as in effect on the day before the 2 date of the enactment of this Act:

"		Valued not over \$2.50/pair:				
	6403.99.77	House slippers	Free		20%	
	6403.99.78	Other	7%	Free (AU, BH,		
				CA, CL, D, E,		
				IL, J+, JO,		
				MA, MX, OM,		
				P PE R SG)	20%	,,

(H) By striking subheading 6403.99.90 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6403.99.90, as in effect on the day before the date of the enactment of this Act:

"		Valued over \$2.50 per pair:				
	6403.99.91	House slippers	10%	Free (AU, BH,		
			ŕ	CA, CL, D, IL,		
				J+, JO, MA,		
				MX, OM, P,		
				PE, R)		
				2.5% (SG)	20%	
	6403.99.93	Work footwear	10%		20%	
	6403.99.95	Other for women	10%	Free (AU, BH,		
				CA, CL, D, IL,		
				J+, JO, MA,		
				MX, OM, P,		
				PE, R)		
				2.5% (SG)	20%	
	6403.99.97	Other	Free		20%	".

- (4) Heading 6404 of the Harmonized Tariff Schedule of the United States is amended as follows:
- 11 (A) In each of the following subheadings, 12 by striking the matter in the general and spe-13 cial rate of duty columns and inserting "Free" 14 in the general rate of duty column:
- (i) Subheading 6404.11.20.
- 16 (ii) Subheading 6404.11.40.

3

4

5

6

7

8

9

1 (iii) Subheading 6404.11.50. 2 (iv) Subheading 6404.11.60. (v) Subheading 6404.11.70. 3 4 (B) By striking subheading 6404.11.80 and inserting the following, with the superior 5 text having the same degree of indentation as 6 7 the superior text to subheading 6404.11.80, as in effect on the day before the date of the en-8 9 actment of this Act: Valued over \$6.50 but not over \$12/pair: 6404.11.81 Covering the ankle ..... Free \$1.58/pr. + 35% 6404.11.83 Other tennis shoes, basketball shoes, gym shoes, training shoes and the like, for 90¢/pair + Free (AU, BH, men or for women ..... 20%CA, CL, D, E,

10 (C) By striking subheading 6404.11.90
11 and inserting the following, with the superior
12 text having the same degree of indentation as
13 the superior text to subheading 6404.11.90, as
14 in effect on the day before the date of the en15 actment of this Act:

IL, J+, MA, MX, OM, P, PE, R) 38¢/pr. + 9% (JO) 87¢/pr. + 9% (SG)

\$1.58/pr. + 35%

\$1.58/pr. + 35%

" Valued over \$12/pair: 6404.11.91 Covering the ankle ...... Free 35%

6404.11.85

Other

6404.11.93	Other tennis shoes, basketball shoes, gym shoes, training shoes and the like for men or for women	20%	Free (CA, D, IL, JO, MX, P, R) 8% (SG) 10% (AU) 11.1% (MA) 14% (CL) 12% (BH) 18% (OM, PE)	35%	
6404.11.95	Other	Free		35%	",

- (D) In subheading 6404.19.15, by striking the matter in the general and special rate of duty columns and inserting "Free" in the general rate of duty column.
- (E) By striking subheading 6404.19.20 and inserting the following, with the superior text having the same degree of indentation as the article description for subheading 6404.19.20, as in effect on the day before the date of the enactment of this Act:

"		Footwear designed to be worn over,				
		or in lieu of, other footwear as a				
		protection against water, oil,				
		grease, or chemicals or cold or in-				
		clement weather:				
	6404.19.21	Footwear, except vulcanized footwear and footwear with wa- terproof molded bottoms, includ- ing bottoms comprising an outer sole and all or part of the upper, where protection against water is imparted by the use of a coated or laminated textile fabric, de- signed to be used in lieu of, but not over, other footwear, valued				
		over the dollar amount specified in additional U.S. note 7 to this chapter, and if designed for men or women the height of which does not exceed 8 inches (20.32 cm) or if designed for other persons the height of which does not exceed 7 inches (17.72 cm)	Free		66%	
	6404.19.23	Other	37.5%	Free (CA, D, IL, MX, R) 6% (P) 3.7% (JO) 15% (SG) 18.7% (AU) 20.8% (MA) 26.2% (CL) 22.5% (BH) 33.7% (OM, PE)	66%	,,

(F) In each of the following subheadings, 1 by striking the matter in the general and spe-2 3 cial rate of duty columns and inserting "Free" in the general rate of duty column: 4 5 (i) Subheading 6404.19.25. (ii) Subheading 6404.19.30. 6 7 (iii) Subheading 6404.19.35. (iv) Subheading 6404.19.40. 8 9 (v) Subheading 6404.19.50. 10 (vi) Subheading 6404.19.60. 11 (vii) Subheading 6404.19.70. (viii) Subheading 6404.19.80. 12 (ix) Subheading 6404.19.90. 13

1	(x) Subheading 6404.20.20.
2	(xi) Subheading 6404.20.40.
3	(xii) Subheading 6404.20.60.
4	(5) Heading 6405 of the Harmonized Tariff
5	Schedule of the United States is amended as follows:
6	(A) By striking subheading 6405.10.00
7	and inserting the following, with the superior
8	text having the same degree of indentation as
9	the article description for subheading
10	6405.10.00, as in effect on the day before the
11	date of enactment of the Act:
	"       6405.10       With uppers of leather or composition leather:         6405.10.10       Footwear for men
12	(B) In each of the following subheadings,
13	by striking the matter in the general and spe-
14	cial rate of duty columns and inserting "Free"
15	in the general rate of duty column:
16	(i) Subheading 6405.20.30.
17	(ii) Subheading 6405.20.90.
18	(iii) Subheading 6405.90.90.

## 1 SEC. 5. HAITI RELIEF ENHANCEMENT.

2	Section 213A of the Caribbean Basic Economic Re-
3	covery Act (19 U.S.C. 2703a) is amended—
4	(1) by redesignating subsections (d) through (h)
5	as subsections (e) through (i), respectively;
6	(2) by inserting after subsection (c) the fol-
7	lowing:
8	"(d) Special Rule for Footwear.—
9	"(1) In general.—Footwear that is the prod-
10	uct or manufacture of Haiti and is imported directly
11	from Haiti into the customs territory of the United
12	States shall be accorded tariff treatment identical to
13	the tariff treatment that is accorded under the Do-
14	minican Republic-Central America-United States
15	Free Trade Agreement to footwear described in the
16	same 8-digit subheading of the Harmonized Tariff
17	Schedule of the United States.
18	"(2) Requirement.—Footwear qualifies for
19	the treatment provided for under paragraph (1) if it
20	satisfies the applicable rule of origin set out in Arti-
21	cle 4.1 of the Dominican Republic-Central America-
22	United States Free Trade Agreement.
23	"(3) Agreement defined.—For purposes of
24	this subsection, the term 'Dominican Republic-Cen-
25	tral America-United States Free Trade Agreement'
26	has the meaning given that term in section 3 of the

1	Dominican Republic-Central America-United States
2	Free Trade Agreement Implementation Act (19
3	U.S.C. 4002).";
4	(3) in subsection (a)(7), by striking "subsection
5	(e)" and inserting "subsection (f)";
6	(4) in subsection (c)(1), by striking "subsection
7	(d)" and inserting "subsection (e)"; and
8	(5) in subsection (f)(4)(A) (as redesignated by
9	paragraph (1) of this subsection), by striking "sub-
10	section (d)" and inserting "subsection (e)".

 $\bigcirc$