



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/.
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)):

Fuel injection pumps for compression-ignition engines, each weighing 60 kg or more and functional in a common rail fuel system with a pressure greater than 1200 bar (provided for in subheading 8413.30.10)

(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 parts for very powerful, off-highway diesel engines producing 1000-3000 KW of power, such as engines for power generation units and large mining equipment. This engine mounted and driven, multi-stage pump pressurizes the diesel fuel up to 2100 bar (about 30,000 psi), delivering the fuel to the high pressure supply pipe (the "common rail") and then to the fuel injectors located on each engine cylinder. These are highly specialized pumps. The pumps are capable of delivering the fuel with much higher pressure than competing models, as part of a common rail fuel injection system. The principal import sources of the subject product include Mexico, Germany, and the Czech Republic. Opposition is noted below in the Contacts table.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	8413.30.10				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	2.5	2.5	2.5	2.5	2.5
Estimated value of <i>dutiable</i> imports (\$)	10,000,000	10,000,000	10,000,000	11,000,000	12,000,000
Customs revenue loss (\$)	250,000	250,000	250,000	275,000	300,000

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 article description set forth above was modified for greater clarity.

S. 2910 is nearly identical to H.R. 5527, but without the parentheses enclosing "for compression-ignition engines". HTS subheading 9902.25.30 provides for used fuel and other pumps for internal combustion piston engines (including

compression-ignition engines). However, it is unlikely that the subject products would be used products and fall under 9902.25.30.

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	Tognum America, Inc. (Interested entity) John Gallager Robert Kyle	703-812-4857 202-637-5600	No	No	No
2	Ambac International Raymond Isherwood	800-628-6894	No	No	No
3	Caterpillar Christopher Myers	202-466-0671	No	No	No
4	American Foundry Society Jerry Call	847-824-9171	No	No	No
5	Cummins Marya Rose Todd Wieland	812-377-3892	No	No	No
6	Dana Corp. Marc Levin	419-535-4500	No	No	No
7	Federal Mogul Steven Gaut	248-354-7826	No	No	No
8	General Electric Veronica Nosko	202-637-4000	No	No	No
9	General Motors Brad Welling	202-775-5041	No	No	No
10	Haynes Corporation Greg Schultz	239-436-1578	No	No	No
11	Hitachi USA Doug Bowling	859-734-8087	No	No	No
12	Motor and Engine Manufacturers Association (MEMA) Catherine Boland	202-312-9241	No	No	No
13	National Marine Manufacturers Association (NMMA) Lauren Dunn	202-737-9752	No	No	No
14	Robert Bosch LLC Norman Johnson	248-876-2930	No	No	No
15	Stanadyne Edward May	860-525-0821	No	No	No
16	Woodward Rocky Scott	970-482-5811	No	No	No

112TH CONGRESS
2^D SESSION

H. R. 5527

To suspend temporarily the duty on fuel injection pumps (for compression-ignition engines), each weighing 60 kilograms or more and functional in a common rail fuel system with a pressure greater than 1200 bar.

IN THE HOUSE OF REPRESENTATIVES

MAY 7, 2012

Mr. WILSON of South Carolina introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on fuel injection pumps (for compression-ignition engines), each weighing 60 kilograms or more and functional in a common rail fuel system with a pressure greater than 1200 bar.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. FUEL INJECTION PUMPS (FOR COMPRESSION-**
 2 **IGNITION ENGINES), EACH WEIGHING 60**
 3 **KILOGRAMS OR MORE AND FUNCTIONAL IN A**
 4 **COMMON RAIL FUEL SYSTEM WITH A PRES-**
 5 **SURE GREATER THAN 1200 BAR.**

6 (a) IN GENERAL.—Subchapter II of chapter 99 of
 7 the Harmonized Tariff Schedule of the United States is
 8 amended by inserting in numerical sequence the following
 9 new heading:

“	9902.01.00	Fuel injection pumps (for compression-ignition engines), each weighing 60 kg or more and functional in a common rail fuel system with a pressure greater than 1200 bar (provided for in subheading 8413.30.10)	Free	No change	No change	On or before 12/31/2015	”.
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10 (b) EFFECTIVE DATE.—The amendment made by
 11 subsection (a) applies to goods entered, or withdrawn from
 12 warehouse for consumption, on or after the 15th day after
 13 the date of the enactment of this Act.

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