## **CLIENT ADVISORY**

June 3, 2019

## Section 301 Tariffs - List 3 Tariff Increase Deadline To June 15, 2019

Dear Valued Customer,

The Office of the United States Trade Representative (USTR) announced on May 31, 2019 that they intend to delay the increase of the rate for the Section 301 tariffs – List 3 to 25% until June 15, 2019. The tariff rate, currently at 10%, was originally set to increase June 1, 2019 after an announcement was made on May 10, 2019.

The USTR's press release stated that the delay is to "further account for customs enforcement factors and the transit time between China and the United States by sea."

The subject goods must still have exported to the United States prior to May 10, 2019 to be eligible for the 10% tariff. Subject goods that departed on or after May 10, 2019 will remain subject to the 25% tariff rate. These rates are based on the country of origin, and not the country of export.

The CSMS message issued by US Customs and Border Protection (CBP) advised that eligible entries filed at the 25% tariff rate may be corrected to reflect the 10% rate. Entries should either be retransmitted or have post-summary corrections filed against it.

Links to the CSMS message and the USTR's notice can be found below.

- CSMS Message #19-000274 UPDATE: Section 301 (Tranche 3) Duties as of June 1, 2019
- USTR Notice Regarding Application of Section 301 Action

Thank you for being our Valued Customer. If you have any questions, please do not hesitate to contact C.H. Robinson for further information.

Sincerely,

C.H. Robinson Customs Compliance Team

Our information is compiled from a number of sources that to the best of our knowledge are accurate and correct. It is always the intent of our company to present accurate information. C.H. Robinson accepts no liability or responsibility for the information published herein.

