

that approximates assessments paid on domestically produced cotton.

The current value of imported cotton as published in the **Federal Register** (59 FR 59110) for the purpose of calculating supplemental assessments on imported cotton is \$1.197 per kilogram. Using the Average Price Received by U.S. farmers for Upland cotton for the calendar year 1994, which is \$0.683 per pound, the new value of imported cotton would be \$1.5057 per kilogram.

An example of the assessment formula and how the various figures are obtained is as follows:

One bale is equal to 500 pounds.

One kilogram equals 2.2046 pounds.

One pound equals 0.453597 kilograms.

One dollar per bale assessment converted to kilograms

A 500 pound bale equals 226.8 kg. (500 × .453597)

\$1 per bale assessment equals

§ 0.002000 per pound (1 ÷ 500) or
\$0.004409 per kg. (1 ÷ 226.8).

Supplemental assessment of 5/10 of one percent of the value of the cotton converted to kilograms

Average price received \$0.683 per pound or \$1.5057 per kg. (0.683 × 2.2046) = 1.5057.

5/10 of one percent of the average price in kg. equals \$0.007529 per kg. (1.5057 × .005)

The total assessment per kilogram of raw cotton is obtained by adding the \$1 per bale equivalent assessment of \$0.004409 per kg. and the supplemental assessment § 0.007529 per kg. which equals \$0.011938 per kg.

Since the value of cotton is the basis of the supplemental assessment calculation and the figures shown in the right hand column of the Import Assessment Table 1205.510(b)(3) are a result of such a calculation, these figures have been revised. These figures indicate the total assessment per kilogram due for each Harmonized Tariff Schedule (HTS) number subject to assessment.

As a result of implementation of national trade agreements, several changes in the harmonized tariff schedule numbering have occurred. Modifications to the harmonized tariff schedule were published in the January 4, 1995, **Federal Register** at 60 FR 1007 (Proclamation 6763 of December 23, 1994, by the President of the United States of America). Therefore, revisions to the Import Assessment Table used in the Cotton Research and Promotion program were necessary. These changes are as follows:

Deleted numbers:

5201001000
5201002000
5702422090
5702491010
5702494090
6002920000
6116926020
6116926030
6116926040
6116929000
6116939010
6208920010
6208920030
6211320080
6211420050
6211420080
6211430090
6216001220
6216003910
6216003920
6303920000

New numbers:

5201000000
5201000500
5201001200
5201001400
5201001800
5201002200
5201002400
5201002800
5201003400
5201003800
5701104000
5701109000
5801210000
5804291000
5808107000
6002921000
6110909022
6110909024
6110909030
6110909040
6110909042
6115199010
6117809010
6117809040
6201999060
6203399060
6203498045
6201198090
6207199010
6210109010
6210403000
6210405020
6211118010
6211118020
6212105020
6212109010
6212109020
6217109010
6217109030
6302215010
6302215020
6302217010
6302219010
6302217020
6302219020

6302217050
6302219050
6302313010
6302313050
6302315050
6302317010
6302319010
6302317020
6302319020
6302317040
6302319040
6302317050
6302319050

List of Subjects in 7 CFR Part 1205

Advertising, Agricultural research, Cotton, Marketing agreements, Reporting and recordkeeping requirements.

For the reasons set forth in the preamble, 7 CFR Part 1205 is proposed to be amended as follows:

PART 1205—COTTON RESEARCH AND PROMOTION

1. The authority citation for Part 1205 continues to read as follows:

Authority: 7 U.S.C. 2101–2118.

2. In Section 1205.510(b) (2) and (3) are revised to read as follows:

§ 1205.510 Levy of assessments.

* * * * *

(b) * * *

(2) The 12-month average of monthly average prices received by U.S. farmers will be calculated annually. Such average will be used as the value of imported cotton for the purpose of levying the supplemental assessment on imported cotton and will be expressed in kilograms. The value of imported cotton for the purpose of levying this supplemental assessment is \$1.5057 per kilogram.

(3) The following table contains Harmonized Tariff Schedule (HTS) classification numbers and corresponding conversion factors and assessments. The left column of the following table indicates the HTS classifications of imported cotton and cotton-containing products subject to assessment. The center column indicates the conversion factor for determining the raw fiber content for each kilogram of the HTS. HTS numbers for raw cotton have no conversion factor in the table. The right column indicates the total assessment per kilogram of the article assessed.

(i) Any line item entry of cotton appearing on Customs entry documentation in which the value of the cotton contained therein is less than \$220.99 will not be subject to assessments as described in this section.