B R A N D S

Classification Program

June 2022

HTS codes Customs Brokers STAR USA PIS forms Submission of forms Record keeping in eSPS Contacts and Communication



Harmonized Tariff Schedule "HTS"

Harmonized Tariff Schedule codes are 10-digit codes used by the United States government to track the goods being imported into the country. Each code describes a particular type of product, allowing the government to charge different tariffs for different trade goods. This is a worldwide system for the first 6 digits, and country specific as it relates to the last 4 digits.

In the United States, HTS codes must be determined by a licensed broker who has been trained on the U.S. Customs method of identification. Only a licensed broker is legally allowed to make an entry with customs.

Customs Brokers

US Customs feels the best process is to have separate entities in the entry process. One broker determining the HTS code and one broker making the entry. This creates a "check and balance" between two unrelated parties.

Orchard Brands works with two customs brokers for entry and has always been fortunate to have licensed customs brokers on staff to do the classification.

Previously Bluestem had three licensed customs brokers to do classifications for our two brokers who do entry.

Currently we have only one licensed customs broker. Orchard made the decision to out-source the additional classification work.



STAR USA

Why outsource?

- Free up current resources to work on more strategic work
- Tap into additional expertise and resources a 3rd party can offer
- Less overhead and expense

Our 3rd Party is **Star USA**

Star USA was founded 25 years ago to assist importers in all aspects of customs compliance. While we will use them for HTS assignment, STAR USA is also is a resource for:

- Regulatory issues
- Trade Programs
- Customs Law and Regulations
- Post Entry work
- Government Trade Policy



New Process- The PIS form

We will no longer require any brand specific product information forms



Instead, we will now require a Orchard Brand "PIS" (Product information sheet)

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COUNTRY OF ASSEN		VE	NDORIFACTORY				
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GENDER & AGE			NSTRUCTION				
(MEN, WOMEN, BOY, GIRL, INFANT)		(KN	T, CROCHET)				
STITCHES PER CM2		ST	RAP WIDTH				
CAUCE		(IF S	LEEVELESS)				
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KNIT TO SHAPE?			MTENING AT TH	IE WI			
(YES/NO)		(IF /	PPLICABLE)				
TO BE FILLED OUT BY CL	ASSIFICAT	ION SPECIAL	JST				
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New Process- PIS forms

Product areas for the PIS forms:

- U Woven Tops
- Woven Bottoms
- □ Knit Tops and Sweaters
- Knit Bottoms
- Underwear
- □ Sleepwear
- Winterwear Accessories
- □ Footwear

Outerwear





New Process- When to submit a PIS form?

- All new styles- once confirmed with a style number
- Any re-list styles when there is a change in fabric or styling. Please indicate the change on the PIS form.

Don't send repeat styles, or development. If you have any questions on the classification or duty on these, please address these questions to Alan

<u>Alan.Woodruff@Bluestem.com</u>



The PIS form:

- Contains all product specific features needed to classify a product
- There are "help" boxes attached to each entry field in case you are not clear on what is required in that entry:

LENGTH AT CENTER BACK			
(OR WHERE IT FALLS ON THE BODY)		Length at Center Back	
CONSTRUCTION		Include unit of measure	
(KNIT, CROCHET)			
STRAP WIDTH			
(IF SLEEVELESS)			

- The PIS may be filled out by anyone with knowledge of the product at the factory, vendor or agent.
- All fields must be filled out, if the box does not pertain to the product, please indicate "N/A" or "Not Applicable"

New Process- A filled in PIS form

MASTER STYLE	B4010	DESCRIPTION	Terrific Tunic
OTHER STYLES	B4011 (Petite) B4012 (Womens)	BRAND	Blair Womens
COUNTRY OF ASSEMBLY	Japan	VENDOR/FACTORY	High Quality Garment LLC
TEXTILE TYPE & %	60% Cotton/40% Polyester	LENGTH AT CENTER BACK	40 inches
(% BY WEIGHT)		(OR WHERE IT FALLS ON THE BODY)	
GENDER & AGE	Women	CONSTRUCTION	Knit
(MEN, WOMEN, BOY, GIRL, INFANT)		(KNIT, CROCHET)	
STITCHES PER CM2	9 x 10	STRAP WIDTH	n/a
		(IF SLEEVELESS)	
GAUGE	12	CLOSURE DETAILS	n/a
		(IF ANY)	
KNIT TO SHAPE?	no	TIGHTENING AT THE WAIST	no

- All fields filled out
- English language
- Save file with this name format:





New Process- PIS submission

PIS forms can be found:

In our vendor manual:

http://www.habandapparel.com/edi/spe c_manual.html

Under "Direct Import Vendor and Shipment Information section:

Direct Import Vendor and Shipment Information

- Global Sourcing Vendor Manual MASTER
- Wire Transfer Form
- General Certificate of Conformity GCC
- NGC eSPS V14 Bluestem Vendor User Manual v5.4
- eSPS Training Update Tracking and Updating Samples
- Easy Reference Guide Carton Labels
- Easy Reference Guide Carton Listing Changes Examples
- e-SPS Carton Listing-Labels Packaging Information Request Apparel
- e-SPS Carton Listing-Labels Packaging Information Request Non Apparel

PIS forms are to be submitted:

https://starusa.app.box.com/f/c0619 470ea5c4f0ca3110ac5a6b6ec9a





New Process- Submitting the PIS

1. Go to: https://starusa.app.box.com/f/c0619470ea5c4f0ca3110ac5a6b6ec9a

Vendor Name * Add additional information
Add additional information
Upload One or More Files *
Drag and drop files Select Files



New Process-Submitting the PIS



5. Pull in the PIS forms you want to submit

			= =		
^	Name	Date modified	Туре	Size	^
	PIS SHEET-KNIT TOPS-SWEATERS-example	6/22/2022 11:02 AM	Microsoft Excel Work		
	PRECLASS PROGRAM-TOWN HALL PRES JUNE	6/22/2022 10:21 AM	Microsoft PowerPoint		
	PIS SHEET-FOOTWEAR	4/13/2022 3:27 PM	Microsoft Excel Work		



New Process- Submitting the PIS







Will enter assigned HTS number, Quota Category, duty and commercial invoice description into eSPS

CDFs	Carton Options	PO Cost Sheet	Item Testing			
CATEGO	RY	WKT WOMEN	S - KNIT TOPS	Production S	Styles Company Defined Fields SUB CATEGORY	021
VENDOR	L	OB0016654			COMPANY	002-D
KNIT OR	WOVEN	KNIT		\checkmark	PRODUCT CODE	D44976
HTSUS1		6110.20.2079	Ð		HTSUS1 CAT/DUTY	CAT 339
HTSUS1	DESCRIPTION	Wmns 100%	Cotton Top w/tri		HTSUS 2;3	
HTSUS 2	;3 CAT/DUTY				HTSUS 2;3 DESCRIPTIO	N

And the completed PIS will be attached in eSPS



Communication for Classification

All Communication will continue to go to Alan Woodruff Alan.Woodruff@bluestem.com

Including:

- 1) Issues downloading PIS forms
- 2) Questions on correct PIS form to use
- 3) Clarity of requested information on PIS form
- 4) Issue uploading completed PIS form
- 5) Status on submitted PIS form
- 6) Any general inquiries on correct classification and duty

