MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 2, 2008]²

Bill No. and sponsor: H.R. 4443 (Mr. Tim Holden of Pennsylvania).

Proponent name,³ location: Arkema Inc., Philadelphia, PA.

Other bills on product (110th Congress only): None.

Nature of bill: Change of existing temporary duty reduction to temporary duty suspension, and extension through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

11-Aminoundecanoic acid (CAS No. 2432–99–7) (provided for in subheading 2922.49.40).

Check one: \underline{X} Same as that in bill as introduced.

Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The subject product is a synthetic organic chemical that is used as a raw material in the production of nylon 11. Nylon 11 is molded and extruded into auto parts, pipes for petroleum and natural gas, and other products. The subject product is imported from France.

¹ Industry analyst preparing report: Philip Stone (202-205-3424); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at <u>http://www.usitc.gov/tata/hts/other/rel_doc/bill_reports/.</u>

³ The sponsor/proponent did not identify any additional beneficiaries of this bill.

Estimated effect on customs revenue:

HTS subheading: <u>2922.49.40</u>										
\land	2009	2010	2011	2012	2013					
Col. 1-General rate of duty	4.2%	4.2%	4.2%	4.2%	4.2%					
Estimated value <i>dutiable</i> imports	\$38,000,000	\$39,000,000	\$40,000,000	\$40,000,000	\$40,000,000					
Customs revenue loss 1/	\$874,000	\$1,638,000	\$1,680,000	\$1,680,000	\$1,680,000					

1/ There is an existing duty reduction under HTS heading 9902.32.49 that expires on December 31, 2009. The estimated customs revenue loss for 2009 reflects the difference between the existing temporary rate of duty of 2.3 percent ad valorem now applicable under heading 9902.32.49 and the "Free" rate that would take effect under the present bill.

Source of estimated dutiable import data: U.S. industry estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Arkema Inc. (Proponent) Charles Kitchen, 215-419-7615	02/15/2008	No	No	No
Abbott Elaine Leavenworth, Fax: 202-783-6631	02/19/2008	No	No	No
American Chemistry Council Jim O'Connor, Fax: 703-741-6922	02/19/2008	No	No	No
BASF Corporation Greg Thies, Fax: 703-255-7142	02/19/2008	No	No	No
Bayer Corporation Karen Niedermeyer, Fax: 412-777-4740	02/19/2008	No	No	No
Biddle Sawyer William Thonack, Fax: 212-239-1089	02/19/2008	No	No	No
Chemtura Corporation Matt Mattingley, Fax: 202-463-8497	02/19/2008	No	No	No
Ciba Specialty Chemicals Robert Hurley, Fax: 202-289-3588	02/19/2008	No	No	No
Clariant Corporation Andrew Zamoyski, Fax: 202-248-9043	02/19/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Dow Chemical Lisa Schroeter, Fax: 202-429-3467	02/19/2008	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	02/19/2008	No	No	No
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	02/19/2008	No	No	No
Honeywell International Art Simonetti, Fax: 202-662-2675	02/19/2008	No	No	No
Monsanto Corporation Grant Erdel, Fax: 202-789-1867	02/19/2008	No	No	No
Rhodia Dominick Cangiana, Fax: 609-860-2256	02/19/2008	No	No	No
Solutia Dan Jenkins, Fax: 314-674-1585	02/19/2008	No	No	No

Technical comments:⁴

None.

 $[\]overline{}^{4}$ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

110TH CONGRESS 1ST SESSION H.R.4443

To suspend temporarily the duty on 11-Aminoundecanoic Acid.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 11, 2007

Mr. HOLDEN introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on 11-Aminoundecanoic Acid.

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. 11-AMINOUNDECANOIC ACID.

4 (a) IN GENERAL.—Heading 9902.32.49 of the Har5 monized Tariff Schedule of the United States is amend6 ed—

7 (1) in the general rate of duty column, by strik8 ing "2.3%" and inserting "Free"; and

9 (2) by striking the date in the effective period
10 column and inserting "12/31/2011".

(b) EFFECTIVE DATE.—The amendments made by
 subsection (a) shall apply with respect to goods entered,
 or withdrawn from warehouse for consumption, on or after
 the date that is 15 days after the date of enactment of
 this Act.