UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 14, 2008]²

Bill No. and sponsor: H.R. 4505 (Mr. Rush D. Holt of New Jersey).

Proponent name, location: Janssen Pharmaceuticals, Inc., Titusville, NJ.

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

Nature of bill: Temporary duty suspension through December 31, 2011.

Retroactive effect: None.

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

2-(2'-Hydroxy-5'-methacryloxyethylphenyl)-2H-benzotriazole (CAS No. 96478-09-0) (provided for in subheading 2933.99.79).

Check one: Same as that in bill as introduced.

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

The subject product (also known as NORBLOC 7966) is a synthetic organic chemical. It is a polymerizable benzotriazole that can be incorporated into plastics as a UV stabilizer. Because the product can be polymerically bound to another polymer substrate, it is resistant to leaching and can be safely used in products such as contact lenses or weathering applications such as outdoor signs. The subject product is imported from Japan.

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

¹ Industry analyst preparing report: Robert Randall (202-205-3366); Tariff Affairs contact: David Michels (202-205-3440).

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

³ The sponsor/proponent identified one additional beneficiary of this bill. USITC staff sent an inquiry to the named beneficiary and received a response from the beneficiary. The beneficiary submitted a written representation that it would benefit from this bill.

Estimated effect on customs revenue:

HTS subheading: <u>2933.99.79</u>						
	2009	2010	2011	2012	2013	
Col. 1-General rate of duty (AVE)	6.5%	6.5%	6.5%	6.5%	6.5%	
Estimated value <i>dutiable</i> imports	\$750,000	\$750,000	\$750,000	\$750,000	\$750,000	
Customs revenue loss	\$48,750	\$48,750	\$48,750	\$48,750	\$48,750	

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)	
Janssen Pharmaceuticals, Inc. (Proponent) Meeks, Sheppard, Leo & Pillsbury Robert Leo, 212-949-7120	2/25/2008	No	No	No
Abbott Laboratories Elaine Leavenworth, Fax: 202-783-6631	3/7/2008	No	No	No
American Chemistry Council Marty Durbin, Fax: 703-741-6097	3/7/2008	No	No	No
Apollo Color, Inc. Dave Klebine, Fax: 815-741-2599	3/7/2008	No	No	No
BASF Frank Arditel, Fax: 732-321-0250 Greg Thies, Fax: 202-558-5101 David Bushnell, Fax: 301-654-8336	3/7/2008	No	No	No
Bayer Chemicals Julie Van Egmund, Fax: 202-737-8909 Karen L. Niedermeyer, Fax: 412-777-4740	3/7/2008	No	No	No
Biddle Sawyer William Thonack, Fax: 212-239-1089	3/7/2008	No	No	No
Chemtura Corp. Matt Mattingley, Fax: 202-463-8497 Lloyd Moon, Fax: 203-573-2686	3/7/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Ciba Specialty Chemicals Robert Hurley, Fax: 202-289-3588 Michelle Forte, Fax: 914-785-4831	3/7/2008	No	No	No
Clariant Corp. Andy Zamoyski, Fax: 202-248-9043 Mike Carroll, Fax: 704-370-6969	3/7/2008	No	No	No
Dow Chemicals Lisa Schroeter, 202-429-3467	3/7/2008	No	No	No
DuPont Helen C. McMahon, Fax: 302-355-2994	3/7/2008	No	No	No
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	3/7/2008	No	No	No
Galaxie Chemical Corp. Michael Santoro, Jr., Fax: 973-790-7104	3/7/2008	No	No	No
Honeywell Art Simonetti, Fax: 202-662-2675	3/7/2008	No	No	No
Huntsman Corp. John Deming, Fax: 302-479-5499	3/7/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	3/7/2008	No	No	No
PMC Inc. Gordon McCollough, Fax: 513-482-7884	3/7/2008	No	No	No
Rhodia Dominick Cangiana, Fax: 609-860-2256	3/7/2008	No	No	No
Solutia, Inc. Kassie D. Wooten, Fax: 314-674-1585	3/7/2008	No	No	No
Sun Chemical Corp. Steve Schmidt, Fax: 513-681-4960	3/7/2008	No	No	No

Technical comments:⁴

The Commission staff notes that HTS heading 9902.29.22 provided a temporary duty suspension for the subject product that expired on December 31, 2006. The Commission staff suggests that heading

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.

9902.29.22 be used to renew the duty suspension by deleting the date in the effective period column and inserting "12/31/2011". The Commission staff notes that heading 9902.29.22 contains the correct subheading reference, 2933.99.79, whereas the bill contains an incorrect subheading reference. In addition, the Commission staff suggests that the article description of HTS heading 9902.29.22 be modified to use the chemical name on page 1 of this report because the chemical name in HTS heading 9902.29.22 is misspelled.

H. R. 4505

To suspend temporarily the duty on NORBLOC 7966.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 12, 2007

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

A BILL

To suspend temporarily the duty on NORBLOC 7966.

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. NORBLOC 7966.						
4	(a) In General.—Subchapter II of chapter 99 of						
5	the Harmonized Tariff Schedule of the United States is						
6	amended by inserting in numerical sequence the following						
7	new heading:						
	" 9902.01.00 2-(2'-hydroxy-5'- methylacryloxyethylphenyl)- 2H-benzotriazole (CAS No. 96478-09-0), in bulk active						

form (provided for in subheading 2933.90.79), as a benzotriazole UV stabilizer .. Free

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to articles entered, or withdrawn
- 3 from warehouse for consumption, on or after the 15th day

4 after the date of the enactment of this Act.

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