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. 4588 (Mr. Emanuel Cleaver of Missouri).

Proponent name, location: Bayer CropScience, Research Triangle Park, NC.

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)):

cis-4-(Ethoxycarbonyloxy)-8-methoxy-3-(2,5-xylyl)-1-azaspiro[4.5]dec-3-en-2-one (Spirotetramat) (CAS No. 203313-25-1) (provided for in subheading 2933.79.08).

Check one:

Same as that in bill as introduced.

X 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 the active ingredient in two insecticide formulations, which are highly systemic products. The products are absorbed into plants from their roots to existing and new leaf growth. They protect plants against sucking insect pests: aphids, mealybugs, phyloxerra, and citrus psyllid. The product is imported from Germany.

¹ Industry analyst preparing report: Stephen Wanser (202-205-3363); Tariff Affairs contact: David G. 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 did not identify any additional beneficiaries of this bill.

Estimated effect on customs revenue:

HTS subheading: <u>2933.79.08</u>							
\searrow	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	\$3,610,575	\$3,610,575	\$3,610,575	\$3,610,575	\$3,610,575		
Customs revenue loss	\$234,687	\$234,687	\$234,687	\$234,687	\$234,687		

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)			
Bayer CropScience (Proponent) William Hensley, 202-756-3781 Jean Reimers, 202-756-3779	02/18/2008	No	No	No	
Arkema Inc. (Atofina) Charles Kitchen, Fax: 216-419-7075	02/18/2008	No	No	No	
BASF Corp. Greg Thies, Fax: 703-255-7142	02/18/2008	No	No	No	
Chemtura Corporation Matt Mattingley, Fax: 202-463-8498	02/18/2008	No	No	No	
CropLife America Isi Siddiqui, Fax: 202-463-0474	02/18/2008	No	No	No	
Dow AgroSciences Max Turnipseed, Fax: 225-338-0310 Lisa Schroeter, Fax: 202-429-3467	02/18/2008	Yes	Yes	Yes	
DuPont Helen McMahon, Fax: 302-355-2994 Elaine Olsen, Fax: 302-774-1398	02/18/2008	No	No	No	
FMC Corp. Jerry Prout, Fax: 202-956-5235 Steve Ziehm, 202-872-8181	02/18/2008	No	No	No	
Monsanto Corp. Michael Parris, Fax: 202-789-1867	02/18/2008	No	No	No	

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Nufarm Limited Joel R. Junker, Fax: 206-621-8220	02/18/2008	No	No	No
Syngenta Crop Protection, Inc. Angus Kelly, Fax: 336-632-6084	02/18/2008	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	02/18/2008	No	No	No

Technical comments:⁴

The Commission staff suggests that the article description on page 1 of this report be used in the proposed new heading in order to provide the correct HTS subheading reference, as well as the chemical trade name.

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. 4588

To suspend temporarily the duty on Spirotetramat.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 13, 2007

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

A BILL

To suspend temporarily the duty on Spirotetramat.

1		Be it	enacted by the Senate and House of Representa-							
2	tii	ves of the	United States of America in Congress assembled,							
3	SE	SECTION 1. SPIROTETRAMAT.								
4	(a) In General.—Subchapter II of chapter 99 of									
5	th	the Harmonized Tariff Schedule of the United States is								
6	amended by inserting in numerical sequence the following									
7	new heading:									
	"	9902.01.00	cis-4-(ethoxycarbonyloxy)-8-methoxy-3-(2,5-xylyl)-1-azaspiro[4.5]dec-3-en-2-one (CAS No. 203313-25-1) (provided for in subheading 2933.99.1700)	Free	No change	No change	On or before 12/31/2011	".		