UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 23, 2008]²

Bill No. and sponsor: H.R. 4597 (Mr. Emanuel Cleaver of Missouri).
Proponent name, location: Bayer CropScience, Research Triangle Park, NC.
Other bills on product (110 th 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)):
(5-Cyclopropyl-4-isoxazolyl)[2-(methylsulfonyl)–4-(trifluoromethyl)phenyl]methanone (Isoxaflutole) (CAS No. 141112–29–0) (provided for in subheading 2934.99.15)
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, a synthetic organic chemical, Isoxaflutole, is the active ingredient in formulated herbicides for use on crops. The subject product is imported from Finland.

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 did not identify any additional beneficiaries of this bill.

Estimated effect on customs revenue:

HTS subheading: <u>2934.99.15</u>							
\searrow	2009	2010	2011	2012	2013		
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%		
Estimated value <i>dutiable</i> imports	\$7,590,570	\$7,590,570	\$7,590,570	\$7,590,570	\$7,590,570		
Customs revenue loss <u>1</u> /	\$364,347	\$493,387	\$493,387	\$493,387	\$493,387		

^{1/} The estimated customs revenue loss for 2009 is based on the difference between the temporary rate of duty of 4.8 percent ad valorem that would apply under HTS heading 9902.11.46, which expires on December 31, 2009, and "Free", which is the temporary rate of duty that would apply under the bill, a reduction of 4.8 percentage points.

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 H. Hensley, 202-756-3781	3/25/2008	No	No	No	
Arkema Charles A. Kitchen, Fax: 215-419-7075	3/25/2008	No	No	No	
BASF Greg Thies, Fax: 202-558-5101	3/25/2008	No	No	No	
Chemtura Corporation Matt Mattingley, Fax: 202-463-8498	3/25/2008	No	No	No	
CropLife America Isi Siddiqui, Fax: 202-463-0474	3/25/2008	No	No	No	
Dow Chemical/Dow AgroScience Lisa Schroeter, Fax: 202-429-3467 Max Turnipseed, Fax: 225-383-0590	3/25/2008	No	No	No	
DuPont Helen McMahon, Fax: 302-355-2994	3/25/2008	No	No	No	
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	3/25/2008	No	No	No	
FMC Jerry Prout, Fax: 202-956-5235	3/25/2008	No	No	No	

Name of firm/organization	Date Claim US contacted makes same competing product(s)		Submission attached?	Opposition noted?
		(Yes/No)		
Gowan Company Cindy Baker, Fax: 928-373-1822 George L. Rolofson, Fax: 336-854-2772	3/25/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	3/25/2008	No	No	No
Nufarm Limited Joel R. Junker, Fax: 206-621-8220	3/25/2008	No	No	No
Syngenta Crop Protection, Inc. Angus Kelly, Fax: 336-632-6084	3/25/2008	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	3/25/2008	No	No	No

Technical comments:⁴

The Commission staff suggests that an existing heading, 9902.11.46, be used for the new duty suspension by changing the rate of duty from "4.8%" to "Free" and by modifying the effective date.

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.

H. R. 4597

To suspend temporarily the duty on Isoxaflutole.

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 Isoxaflutole.

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. ISOXAFLUTOLE.							
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	Isoxaflutole: 5-Cyclopropyl-4-(2-Methylsulfonyl-4- Trifluoromethylbenzoyl) Isoxazole (CAS No. Isoxaflutole: 141112-29-0) (provided for in subheading 2934.99.1500)	Free	No change	No change	On or before 12/31/2011	".

- 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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