## UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110<sup>th</sup> Congress <sup>1</sup>

[Date approved: May 23, 2008]<sup>2</sup>

Bill No. and sponsor: H.R. 4607 (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:** Extension of temporary duty suspension through December 31, 2011.

Retroactive effect: None.

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

3,3-Dimethylbutanoic acid, 2-oxo-3-(2,4,6-trimethylphenyl)–1-oxaspiro[4.4]non-3-en-yl ester (Spiromesifen) (CAS No. 283594–90–1) (provided for in subheading 2932.29.10).

**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, is the active ingredient in several proprietary miticides and insecticides that are used on crops and ornamentals. The product is imported from Germany.

#### **Estimated effect on customs revenue:**

| HTS subheading: <u>2932.29.10</u>       |             |             |             |             |             |  |  |  |  |
|-----------------------------------------|-------------|-------------|-------------|-------------|-------------|--|--|--|--|
| $\bigg\rangle\!\!\!\!\bigg\rangle$      | 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 | \$7,638,054 | \$7,638,054 | \$7,638,054 | \$7,638,054 | \$7,638,054 |  |  |  |  |
| Customs revenue loss <u>1</u> /         | \$0         | \$496,474   | \$496,474   | \$496,474   | \$496,474   |  |  |  |  |

<sup>1/</sup> There is an existing duty suspension under HTS heading 9902.10.71 that expires on December 31, 2009. Therefore, there will be no customs revenue loss related to this bill for 2009. Source of estimated dutiable import data: U.S. industry estimates.

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

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Robert Randall (202-205-3366); Tariff Affairs contact: David Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tata/hts/other/rel\_doc/bill\_reports/">http://www.usitc.gov/tata/hts/other/rel\_doc/bill\_reports/</a>.

<sup>&</sup>lt;sup>3</sup> The sponsor/proponent did not identify any additional beneficiaries of this bill.

| Name of firm/organization                                                                    | Date contacted | Claim US<br>makes same or<br>competing<br>product(s)? | Submission attached? | Opposition noted? |
|----------------------------------------------------------------------------------------------|----------------|-------------------------------------------------------|----------------------|-------------------|
|                                                                                              |                | (Yes/No)                                              |                      |                   |
| Bayer CropScience (Proponent)<br>William Hensley, 202-756-3781<br>Jean Reimers, 202-756-3779 | 02/18/2008     | No                                                    | No                   | No                |
| Arkema Inc. (Atofina)<br>Charles Kitchen, Fax: 216-419-7075                                  | 02/18/2008     | No                                                    | No                   | No                |
| BASF Corp.<br>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<br>Isi Siddiqui, Fax: 202-463-0474                                          | 02/18/2008     | No                                                    | No                   | No                |
| Dow AgroSciences<br>Max Turnipseed, Fax: 225-338-0310<br>Lisa Schroeter, Fax: 202-429-3467   | 02/18/2008     | No                                                    | No                   | No                |
| DuPont<br>Helen McMahon, Fax: 302-355-2994<br>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.<br>Michael Parris, Fax: 202-789-1867                                          | 02/18/2008     | No                                                    | No                   | No                |
| Nufarm Limited<br>Joel R. Junker, Fax: 206-621-8220                                          | 02/18/2008     | No                                                    | No                   | No                |
| Syngenta Crop Protection, Inc.<br>Angus Kelly, Fax: 336-632-6084                             | 02/18/2008     | No                                                    | No                   | No                |
| Valent USA<br>Robin Demouth, Fax: 925-256-2776                                               | 02/18/2008     | No                                                    | No                   | No                |

## **Technical comments:**<sup>4</sup>

<sup>&</sup>lt;sup>4</sup> 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.

The Commission staff suggests that heading 9902.10.71 be amended to use the article description on page 1 of this report because it includes the common industry name "Spiromesifen" in parentheses after the chemical name, and it includes "No." after CAS.

## 110TH CONGRESS 1ST SESSION

# H. R. 4607

To extend the temporary suspension of duty on Spiromesifen.

## 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 extend the temporary suspension of duty on Spiromesifen.

- 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. SPIROMESIFEN.
- 4 (a) IN GENERAL.—Heading 9902.10.71 of the Har-
- 5 monized Tariff Schedule of the United States is amended
- 6 by striking "12/31/2009" and inserting "12/31/2011".
- 7 (b) Effective Date.—The amendment made by
- 8 subsection (a) applies with respect to goods entered, or
- 9 withdrawn from warehouse for consumption, on or after
- 10 the 15th day after the date of the enactment of this Act.