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

[Date approved: May 8, 2008]<sup>2</sup>

Bill No. and sponsor: H.R. 4613 (Mr. Geoff Davis of Kentucky).

**Proponent name**,<sup>3</sup> **location:** TOPAS Advanced Polymers, Inc., Florence, Kentucky.

Other bills on product (110<sup>th</sup> Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2012.

Retroactive effect: None.

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

Ethylene-norbornene copolymer (CAS No. 26007-43-2) (provided for in subheading 3911.90.90).

Check one:

\_\_\_\_ Same as that in bill as introduced.

 $\overline{X}$  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 based on the polymerization of norbornene, a cyclic hydrocarbon that is based on cyclohexene, with ethylene. This amorphous, transparent resin is described chemically as a specialty cyclic olefin copolymer having unique properties relative to commodity grade resins. The product is used for a wide variety of applications, including flexible food packaging, pharmaceutical packaging (prefillable syringes, vials, ampoules, and blister packs), diagnostic articles, optical applications (lenses, light guides, films, and sensors), electronics, and as a toner binder in color printers. The product is imported from Germany.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Ray Cantrell (202-205-3362); 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 <u>http://www.usitc.gov/tata/hts/other/rel\_doc/bill\_reports/.</u>

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

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

HTS subheading: <u>3911.90.90</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	\$6,300,000	\$7,350,000	\$8,500,000	\$9,800,000	\$11,250,000		
Customs revenue loss	\$409,500	\$477,750	\$552,500	\$637,000	\$731,250		

Source of estimated dutiable import data: Commission and 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)		
TOPAS Advanced Polymers, Inc. (Proponent) Allen Freeman, 513-680-9000 Tim Samer, 859-746-6447, ext. 4403 Bernd Sparenberg, 859-746-6447	03/04/2008	No	Yes	No
Bayer Corporation Karen Niedermeyer, 412-777-2058	03/04/2008	No	No	No
Bluegrass Crossings Business Centre Larry Mayfield, 270-298-3551	03/07/2008	No	Yes	No
Dow Chemical Company Lisa Schroeter, 202-429-3400	03/05/2008	No	No	No
DuPont Helen McMahon, 302-992-2263	03/04/2008	No	No	No
Efficient Global Trade, Inc. Henry P. Stoebenau, 215-628-4919	03/07/2008	No	No	No
ExxonMobil Chemical Company Russ Spiller, 281-834-5516	03/04/2008	No	No	No
Klockner Pentaplast of America, Inc. Michael Ryan, 540-832-1425	03/06/2008	No	No	No
LANXESS Corporation Jamie Schaffer, 412-809-3666	03/04/2008	No	No	No
Ohio County Industrial Foundation Hayward Spinks, 270-298-3551	03/07/2008	No	Yes	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Ohio County Judge Executive David Jones, 270-298-4400	03/07/2008	No	Yes	No
PPC Industries, Inc. Jeffrey Levernier, 262-947-0900	03/07/2008	No	Yes	No
SABIC Innovative Plastics Jessine Monaghan, 202-637-4003	03/06/2008	Yes	Yes	Yes

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

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.<sup>5</sup> The Commission staff also notes that the second column of the heading should read "No change".

<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.

<sup>&</sup>lt;sup>5</sup> USITC staff contact with National Import Specialist Frank Cantone, New York, NY, March 7, 2008.

# 110TH CONGRESS 1ST SESSION H.R.4613

To suspend until December 31, 2012, the duty on ethylene-norbornene copolymer.

## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 13, 2007

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

# A BILL

To suspend until December 31, 2012, the duty on ethylenenorbornene copolymer.

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. ETHYLENE-NORBORNENE COPOLYMER.

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:

"	9902.39.00	Ethylene-norbornene copoly-					
		mer (CAS No. 26007–43–2)					
		(provided for in heading					
		3901.90.55)	Free	Free	No change	On or before	
						12/31/2012	".

(b) EFFECTIVE DATE.—The amendment made by
 subsection (a) applies with respect to goods entered, or
 withdrawn from warehouse for consumption, on or after
 the 15th day after the date of the enactment of this Act.