MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 14, 2008]²

Bill No. and sponsor: H.R. 4673 (Mr. James R. Langevin of Rhode Island).

Proponent name,³ location: Clariant Corporation, Coventry, RI..

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)):

2,2,4,4-Tetramethyl-7-oxa-3,20-diazadispiro(5.1.11.2)heneicosan-21-one hydrochloride polymerized with epichlorohydrin (CAS No. 202483-55-4) (provided for in subheading 3911.90.25).

Check one:

Same as that in bill as introduced.

 \underline{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 an amine-type light stabilizer that is used in plastics to stabilize polymers against photo-oxidative degradation due to UV light. This product is especially suitable for use in thin-wall articles of polyolefin or polyolefin copolymer fibers and films as both a light stabilizer and antioxidant. The product is imported from Germany.

¹ Industry analyst preparing report: Ray Cantrell (202-205-3362); Tariff Affairs contact: David Michels (202-205-3440).

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

³ The sponsor/proponent did not identify any additional beneficiaries of this bill.

Estimated effect on customs revenue:

HTS subheading: <u>3911.90.25</u>										
\searrow	2009	2010	2011	2012	2013					
Col. 1-General rate of duty	6.1%	6.1%	6.1%	6.1%	6.1%					
Estimated value <i>dutiable</i> imports	\$500,000	\$600,000	\$700,000	\$800,000	\$900,000					
Customs revenue loss 1/	\$0	\$36,600	\$42,700	\$48,800	\$54,900					

1/ There is an existing duty suspension under HTS heading 9902.22.40 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: Commission and 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)		
Clariant Corporation Andrew Zamoyski, <u>az@azamoyski.com</u>	03/10/2008	No	No	No
Arkema, Inc. Charles Kitchen, 215-419-7615	03/19/2008	No	No	No
Bayer Corporation Karen Niedermeyer, 412-777-2058	03/19/2008	No	No	No
Cytec Industries, Inc. Joe Stretanski, 203-321-2399	03/20/2008	Yes	Yes	Yes
Dow Chemical Company Max Turnipseed, 225-338-0310	03/20/2008	No	No	No
DuPont Helen McMahon, 302-992-2263	03/19/2008	No	No	No
LANXESS Corporation Jamie Schaffer, 412-809-3666	03/19/2008	No	No	No

Technical comments:⁴

The Commission staff suggests that the article description on page 1 of this report be used in the existing heading in order to change the spelling and to use a more standardized chemical nomenclature.

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. 4673

To extend the temporary suspension of duty on 1-Oxa-3, 20-diazadispiro [5.1.11.2] heneicosan-21-one 2,2,4,4-tetramethyl, reaction products with epichlorohydrin, hydrolyzed and polymerized.

IN THE HOUSE OF REPRESENTATIVES

December 13, 2007

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

A BILL

- To extend the temporary suspension of duty on 1-Oxa-3, 20-diazadispiro [5.1.11.2] heneicosan-21-one 2,2,4,4-tetramethyl, reaction products with epichlorohydrin, hydrolyzed and polymerized.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

1	SECTION	1.	1-OXA-3,	20-DIA	ZADISPIRO	[5.1.11.2]
2		HE	NEICOSAN-2	1-ONE	2,2,4,4-TETRA	AMETHYL,
3		RE	ACTION	PR	ODUCTS	WITH
4		EP	ICHLOROHY	DRIN, H	HYDROLYZED	AND PO-
5		LYI	MERIZED.			

6 (a) IN GENERAL.—Heading 9902.22.40 of the Har-7 monized Tariff Schedule of the United States (relating to 8 1-Oxa-3, 20-diazadispiro [5.1.11.2] heneicosan-21-one 9 2,2,4,4-tetramethyl, reaction products with 10 epichlorohydrin, hydrolyzed and polymerized) is amended 11 by striking "12/31/2009" and inserting "12/31/2011".

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

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