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

[Date approved: September 9, 2008]<sup>2</sup>

Bill No. and sponsor: H.R. 5049 (Mr. Scott Garrett of New Jersey).

**Proponent name**,<sup>3</sup> **location:** Lonza Inc., Allendale, NJ.

Other bills on product (110<sup>th</sup> 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)):

2-Methyl-5-ethylpyridine (CAS No. 104-90-5) (provided for in subheading 2933.39.20).

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 an organic chemical that is used in agrochemical applications, nutritional products (Vitamin A), and pharmaceuticals (Etoricoxib). The product is imported from China and Switzerland.

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

| HTS subheading: <u>2933.39.20</u>       |             |             |             |             |             |  |
|---|-------------|-------------|-------------|-------------|-------------|--|
| $\searrow$                              | 2009        | 2010        | 2011        | 2012        | 2013        |  |
| Col. 1-General rate of duty             | 5.8%        | 5.8%        | 5.8%        | 5.8%        | 5.8%        |  |
| Estimated value <i>dutiable</i> imports | \$1,250,000 | \$1,250,000 | \$1,250,000 | \$1,250,000 | \$1,250,000 |  |
| Customs revenue loss                    | \$72,500    | \$72,500    | \$72,500    | \$72,500    | \$72,500    |  |

Source of estimated dutiable import data: U.S. industry estimates.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: Dave 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.

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

| Name of firm/organization               | Date<br>contacted | Claim US<br>makes same<br>or competing | Submission attached? | Opposition<br>noted? |  |
|---|-------------------|--|----------------------|----------------------|--|
|   |                   | product(s)?                            |                      |                      |  |
|   |                   |  | (Yes/No)             |                      |  |
| Lonza Inc. (Proponent)                  | 06/19/2008        | No                                     | No                   | No                   |  |
| Greg McCue, 202-429-6421                |                   |  |                      |                      |  |
| Abbott Laboratories                     | 06/19/2008        | No                                     | No                   | No                   |  |
| Elaine Leavenworth, Fax: 202-783-6631   |                   |  |                      |                      |  |
| American Chemistry Council              | 06/19/2008        | No                                     | No                   | No                   |  |
| Marty Durbin, Fax: 703-741-6097         |                   |  |                      |                      |  |
| Apollo Color, Inc.                      | 06/19/2008        | No                                     | No                   | No                   |  |
| Dave Klebine, Fax: 815-741-2599         |                   |  |                      |                      |  |
| BASF                                    | 06/19/2008        | No                                     | No                   | No                   |  |
| David Bushnell, Fax: 301-654-8336       |                   |  |                      |                      |  |
| Greg Thies, Fax: 202-558-5101           |                   |  |                      |                      |  |
| Bayer Corp.                             | 06/19/2008        | No                                     | No                   | No                   |  |
| Karen Niedermeyer, Fax: 412-777-4740    |                   |  |                      |                      |  |
| Biddle Sawyer Corp.                     | 06/19/2008        | No                                     | No                   | No                   |  |
| William Thonack, Fax: 212-239-1089      |                   |  |                      |                      |  |
| Chemtura Corporation                    | 06/19/2008        | No                                     | No                   | No                   |  |
| Lloyd Moon, Fax: 203-573-2686           |                   |  |                      |                      |  |
| Ciba Specialty Chemicals                | 06/19/2008        | No                                     | No                   | No                   |  |
| Robert Hurley, Fax: 202-289-3588        |                   |  |                      |                      |  |
| Clariant Corp.                          | 06/19/2008        | No                                     | No                   | No                   |  |
| Andy Zamoyski, Fax: 202-248-9043        |                   |  |                      |                      |  |
| Dow                                     | 06/19/2008        | No                                     | No                   | No                   |  |
| Lisa Schroeter, Fax: 202-429-3467       |                   |  |                      |                      |  |
| Dupont                                  | 06/19/2008        | No                                     | No                   | No                   |  |
| Helen McMahon, Fax: 302-355-2994        |                   |  |                      |                      |  |
| Eastman Chemical                        | 06/19/2008        | No                                     | No                   | No                   |  |
| Greg Riddle, Fax: 212-835-1621          |                   |  |                      |                      |  |
| Emerald Performance Materials           | 06/19/2008        | No                                     | No                   | No                   |  |
| Tom Dirmyer, Fax: 330-315-6480          |                   |  |                      |                      |  |
| Galaxie Chemical Corp.                  | 06/19/2008        | No                                     | No                   | No                   |  |
| Michael Santoro, Jr., Fax: 973-790-7104 |                   |  |                      |                      |  |
| Honeywell                               | 06/19/2008        | No                                     | No                   | No                   |  |
| Art Simonetti, Fax: 202-662-2675        |                   |  |                      |                      |  |
| Huntsman Corp.                          | 06/19/2008        | No                                     | No                   | No                   |  |
| John Deming, Fax: 302-479-5499          | 0.4/10/2022       |  |                      |                      |  |
| Monsanto Corp.                          | 06/19/2008        | No                                     | No                   | No                   |  |
| Grant Erdel, Fax: 202-789-1867          |                   |  |                      |                      |  |
| PMC Inc.                                | 06/19/2008        | No                                     | No                   | No                   |  |
| Gordon McCollough, Fax: 513-482-7884    |                   |  |                      |                      |  |

| Name of firm/organization                              | Date<br>contacted | Claim US<br>makes same<br>or competing<br>product(s)? | Submission<br>attached? | Opposition<br>noted? |
|--|-------------------|---|-------------------------|----------------------|
|  |                   | (Yes/No)  |                         |                      |
| Rhodia<br>Dominick Cangiano, Fax: 609-860-2256         | 06/19/2008        | No  | No                      | No                   |
| Solutia, Inc.<br>Kassie D. Wooten, Fax: 314-674-1585   | 06/19/2008        | No  | No                      | No                   |
| Sun Chemical Corp.<br>Steve Schmidt. Fax: 513-681-4960 | 06/19/2008        | No  | No                      | No                   |

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

The Commission staff recommends that the article description on page 1 of this report be used in the proposed new heading in order to use the chemical name that is used in the article description in HTS subheading 2933.39.20.

<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.

## 110TH CONGRESS 2D SESSION H.R. 5049

To suspend temporarily the duty on 5-Ethyl-2-methylpyridine.

### IN THE HOUSE OF REPRESENTATIVES

JANUARY 17, 2008

Mr. GARRETT of New Jersey introduced the following bill; which was referred to the Committee on Ways and Means

# A BILL

To suspend temporarily the duty on 5-Ethyl-2methylpyridine.

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. 5-ETHYL-2-METHYLPYRIDINE.

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 | 5-Ethyl-2-methylpyridine |      |           |           |              |    |
|---|------------|--------------------------|------|-----------|-----------|--------------|----|
|   |            | (CAS No. 104-90-5) (pro- |      |           |           |              |    |
|   |            | vided for in subheading  |      |           |           |              |    |
|   |            | 2933.39.20)              | Free | No change | No change | On or before |    |
|   |            |                          |      |           |           | 12/31/2011   | ". |

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