# 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: July 29, 2008]<sup>2</sup>

**Bill No. and sponsor:** H.R. 5062 (Mr. Joe Sestak of Pennsylvania).

**Proponent name,** location: United Phosphorus, Inc., King of Prussia, PA.

Other bills on product (110th 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)):

1 alpha(S\*), 3 alpha(Z)-(+)-cyano(3-phenoxyphenyl)methyl 3-(2-chloro-3,3,3-trifluoro-1-propenyl)-2,2-dimenthylcylcopropanecarboxylate (Lambda-cyhalothrin) (CAS No. 91465-08-6) (provided for in subheading 2926.90.30).

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 synthetic organic chemical, Lambda-cyhalothrin, is a non-systemic, contact insecticide that is used to control many insect pests in crop and non-crop areas. The chemical is imported from India.<sup>4</sup>

<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 http://www.usitc.gov/tata/hts/other/rel\_doc/bill\_reports/.

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

<sup>&</sup>lt;sup>4</sup> India is a designated beneficiary of the Generalized System of Preferences (GSP), and HTS subheading 2926.90.30 is an eligible product category for purposes of the GSP program. However, India is ineligible for duty-free treatment under HTS subheading 2926.90.30. See General Note 4(d) of the HTS (2008).

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

HTS subheading: <u>2926.90.30</u>					
	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	\$3,250,000	\$3,250,000	\$3,250,000	\$3,250,000	\$3,250,000
Customs revenue loss	\$211,250	\$211,250	\$211,250	\$211,250	\$211,250

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)	
United Phosphorus, Inc. (Proponent) Jerry C. Hill, jhill@mwe.com	5/15/2008	No	No	No
Arkema Inc. Charles A. Kitchen, Fax: 215-419-7075	5/15/2008	No	No	No
BASF Corp. Greg Thies, Fax: 202-558–5101	5/15/2008	No	No	No
Bayer CropScience William Hensley, Fax: 202-737-8909	5/15/2008	No	No	No
CropLife America Isi Siddiqui, Fax: 202-463-0474	5/15/2008	No	No	No
Dow Chemical Co. Lisa Schroeter, Fax: 202-429-3467 Max Turnipseed, Fax: 225-383-0590	5/15/2008	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	5/15/2008	No	No	No
Emerald Performance Materials Tom Dirmyer, Fax: 330-315-6480	5/15/2008	No	No	No
FMC Jerry Prout, Fax: 202-956-5235	5/15/2008	No	No	No
Gowan Company Cindy Baker, Fax: 928-373-1822 George L. Rolofson, Fax: 336-854-2772	5/15/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
MG Group Matt Mattingley, Fax: 703-670-9313	5/15/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	5/15/2008	No	No	No
Nufarm Limited Joel R. Junker, Fax: 206-621-8220	5/15/2008	No	No	No
Syngenta Crop Protection, Inc. Angus Kelly, Fax: 336-632-6084	5/15/2008	No	No	No

### **Technical comments:**<sup>5</sup>

The Commission staff notes that there should be a space between "methyl" and "3-(2-chloro".

<sup>&</sup>lt;sup>5</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.

# H. R. 5062

To suspend temporarily the duty on lambda-cyhalothrin.

### IN THE HOUSE OF REPRESENTATIVES

January 17, 2008

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

## A BILL

To suspend temporarily the duty on lambda-cyhalothrin.

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1	Be i	t enacted by the Senate and House of Representa-					
2	tives of th	tives of the United States of America in Congress assembled,					
3	SECTION 1. LAMBDA-CYHALOTHRIN.						
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	$\begin{array}{c} 1 \text{ alpha}(S^*), \ 3 \text{ alpha}(Z)\text{-}(+)\text{-}\\ \text{cyano}(3\text{-}\\ \text{phenoxphenyl})\text{methyl}3\text{-}(2\text{-}\\ \text{chloro-}3,3,3\text{-trifluoro-}1\text{-pro-} \end{array}$					

No change

penyl)-2,2-

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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