MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: June 19, 2008]²

Bill No. and sponsor: H.R. 5080 (Mr. Tim Murphy of Pennsylvania).

Proponent name,³ location: Bayer MaterialScience, Pittsburgh, PA.

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)):

1,3-Diisocyanatomethylbenzene, polymer with 1,6-diisocyanatohexane (CAS No. 63368-95-6) (provided for in subheading 3911.90.45).

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 used as a component in coatings that are used on wood and metal products in the furniture and automotive industries. It is imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>3911.90.45</u>									
\searrow	2009	2010	2011	2012	2013				
Col. 1-General rate of duty (AVE)	5.8%	5.8%	5.8%	5.8%	5.8%				
Estimated value <i>dutiable</i> imports	\$780,537	\$807,856	\$836,131	\$865,396	\$908,665				
Customs revenue loss 1/	\$0	\$46,856	\$48,496	\$50,193	\$52,703				

1/ There is an existing duty suspension under HTS heading 9902.12.18 that expires on December 31, 2009. Therefore, there will be no customs revenue loss related to this bill in 2009.

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

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

¹ Industry analyst preparing report: Andrew Gately (202-205-3437); 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.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Bayer MaterialScience (Proponent) Karen Niedermeyer, karen.niedermeyer.b@bayer.com	04/23/2008 04/24/2008 04/28/2008	No	No	No
3M Megan Ivory, mmivory@mmm.com	04/28/2008	No	No	No
Anderson Development Corporation Steve Van Allsdale, Fax: 517-263-1000	04/25/2008	No	No	No
Chemtura Matt Mattingley, Fax: 202-463-8497	04/28/2008	No	No	No
Cytec Industries Bud Equi, bud.equi@cytec.com	04/25/2008	No	No	No
Dupont Helen McMahon, Fax: 302-355-2944	04/28/2008	No	No	No
Eastman Chemical Company Gregg Riddle, Fax: 212-835-1621	04/28/2008	No	No	No
Honeywell Art Simonetti, art.simonetti@honeywell.com	04/28/2008	No	No	No
Lonza, Inc. Cheryl Prescott, Fax: 201-696-3558	04/28/2008	No	No	No
Monsanto Grant Erdel, Fax: 202-789-1867	04/28/2008	No	No	No
Perstorp Polyols Jeff Jones, Fax: 419-729-3291	04/28/2008	No	No	No
Tennant Mary Heie, Fax: 763-513-1808	04/28/2008	No	No	No
Total Specialty Chemicals Tad Acker, Fax: 203-966-1505	04/28/2008	No	No	No
Union Carbide Jim Murray, Fax: 202-347-1684	04/28/2008	No	No	No

Technical comments:⁴

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.

The Commission staff suggests that the article description on page 1 of this report be used in heading 9902.12.18 in order to remove unnecessary language from the article description.

110TH CONGRESS 2D SESSION H.R. 5080

To extend the suspension of duty on Desmodur HL BA.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 18, 2008

Mr. TIM MURPHY of Pennsylvania introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To extend the suspension of duty on Desmodur HL BA.

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. DESMODUR HL BA.

(a) IN GENERAL.—Heading 9902.12.18 of the Harmonized Tariff Schedule of the United States (relating to
Benzene, 1,3-diisocyanatomethyl-, polymer with 1,6diisocyanatohexane dissolved in n-butyl acetate) is amended by striking "12/31/2009" and inserting "12/31/2011".
(b) EFFECTIVE DATE.—The amendment made by

- 1 warehouse for consumption, on or after the 15th day after
- $2 \ \ {\rm the \ date \ of \ the \ enactment \ of \ this \ Act.}$