MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: July 11, 2008]²

Bill No. and sponsor: H.R. 5119 (Mr. Kenny Hulshof of Missouri).

Proponent name,³ **location:** Bayer CropScience, Research Triangle Park, NC.

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)):

3-(2,4-Dichlorophenyl)-2-oxo-1-oxaspiro[4.5]dec-3-en-4-yl 2,2-dimethylbutyrate (Spirodiclofen) (CAS No. 148477–71–8) (provided for in subheading 2932.29.10).

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 the active ingredient in ENVIDOR® 2 SC Miticide, which is a selective foliar miticide belonging to a new chemical class called tetronic acids. The product is a lipid biosynthesis inhibitor and is active against all developmental stages of mites, including eggs, nymphs and female adults. The subject product is imported from Germany.

¹ Industry analyst preparing report: Jack Greenblatt (202-205-3353); 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 identified no additional beneficiaries of this bill.

Estimated effect on customs revenue:

HTS subheading: <u>2932.29.10</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	\$4,910,139	\$4,910,139	\$4,910,139	\$4,910,139	\$4,910,139					
Customs revenue loss 1/	\$0	\$319,159	\$319,159	\$319,159	\$319,159					

1/ There is an existing duty suspension under HTS heading 9902.12.02 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: 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)		
Bayer CropScience (Proponent) Will Hensley, Fax: 202-737-8909 Karen Niedermeyer, Fax: 412-777-4740	04/28/2008	No	No	No
Arkema Charles Kitchen, Fax: 215-419-7075	05/09/2008	No	No	No
BASF Corp. Greg Thies, Fax: 202-558-5101	05/09/2008	No	No	No
CropLife America Lawrence Norton, Fax: 202-463-0474	05/09/2008	No	No	No
Dow AgroSciences Max Turnipseed, Fax: 225-383-0590	05/09/2008	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	05/09/2008	No	No	No
FMC Corp. Jerry Prout, Fax: 202-956-5235	05/09/2008	No	No	No
LANXESS Jamie Schaeffer, Fax: 412-809-3614	05/09/2008	No	No	No
Monsanto Corp. Michael Parrish, Fax: 202-789-1867	05/09/2008	No	No	No
Syngenta Crop Protection, Inc. Angus Kelly, Fax: 202-347-8758	05/09/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Valent USA Robin Demouth, Fax: 925-256-2776	05/09/2008	No	No	No

Technical comments:⁴

The Commission staff suggests that the article description on page 1 of this report be used in heading 9902.12.02 in order to correct punctuation and to properly present the IUPAC chemical name.

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} 2D SESSION H.R. 5119

To suspend temporarily the duty on 2,2-Dimethylbutanoic acid 3-(2,4dichlorophenyl)-2-oxo-1-oxaspiro(4.5)dec-3-en-4-yl ester.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 23, 2008

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

A BILL

To suspend temporarily the duty on 2,2-Dimethylbutanoic acid 3-(2,4-dichlorophenyl)-2-oxo-1-oxaspiro(4.5)dec-3en-4-yl ester.

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. 2,2-DIMETHYLBUTANOIC ACID 3-(2,4-4 DICHLOROPHENYL)-2-OXO-1-

OXASPIRO(4.5)DEC-3-EN-4-YL ESTER.

5

6 (a) IN GENERAL.—Heading 9902.12.02 of the Har7 monized Tariff Schedule of the United States (relating to
8 2,2-Dimethylbutanoic acid 3-(2,4-dichlorophenyl)-2-oxo-19 oxaspiro(4.5)dec-3-en-4-yl ester) is amended by striking
10 "12/31/2009" and inserting "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.