UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: March 27, 2008]²

Bill No. and sponsor: H.R. 4396 (Mr. Dan Burton of Indiana).

Proponent name, 3 location: Dow AgroSciences, Indianapolis, IN.

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)):

1,2-Benzisothiazol-3(2H)-one (CAS No. 2634-33-5) (provided for in subheading 3808.94.10).

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 a broad spectrum biocide that is used to preserve oil-in-water emulsions, metal working fluids, polymer latex and emulsion systems, water-based paints, coatings and adhesives, mineral slurries, textile spin-finish solutions, and bacterial control in paper-making. The product is imported from the United Kingdom.

Estimated effect on customs revenue:

HTS subheading: <u>3808.94.10</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	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000			
Customs revenue loss 1/	\$0	\$227,500	\$227,500	\$227,500	\$227,500			

^{1/} There is an existing duty suspension under HTS heading 9902.25.39 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: Robert Randall (202-205-3366); Tariff Affairs contact: David Michels (202-205-3440).

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

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)	
Dow AgroSciences (Proponent) Jacob Secor, 202-429-3495	1/14/2008	No	No	No
Arkema Inc. Charles Kitchen, Fax: 215-419-7075	2/12/2008	No	No	No
BASF Corp. Greg Thies, Fax: 703-255-7142	2/12/2008	No	No	No
Bayer Corp. William Hensley, Fax: 202-737-8909	2/12/2008	No	No	No
Chemtura Corp. Matt Mattingley, Fax: 202-463-8498	2/12/2008	No	No	No
CropLife America Isi Siddiqui, Fax: 202-463-0474	2/12/2008	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	2/12/2008	No	No	No
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	2/12/2008	No	No	No
FMC Jerry Prout, Fax: 202-956-5235	2/12/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	2/12/2008	No	No	No
Nufarm Limited Joel R. Junker, Fax: 206-621-8220	2/12/2008	No	No	No
Syngenta Crop Protection, Inc. Mike Blythe, Fax: 336-632-6084	2/12/2008	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	2/12/2008	No	No	No

Technical comments:⁴

The staff suggests that the article description on page 1 of this report be used in the proposed new heading in order to provide the correct HTS subheading reference.

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. 4396

To extend the temporary suspension of duty on 1,2-Benzisothiazol-3(2H)-one (9Cl).

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 11, 2007

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

A BILL

To extend the temporary suspension of duty on 1,2-Benzisothiazol-3(2H)-one (9Cl).

- 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. 1,2-BENZISOTHIAZOL-3(2H)-ONE (9CL).
- 4 (a) In General.—Heading 9902.25.39 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 1,2-Benzisothiazol-3(2H)-one (9Cl)) is amended by strik-
- 7 ing the date in the effective period column and inserting
- 8 "12/31/2011".
- 9 (b) Effective Date.—The amendment made by
- 10 subsection (a) applies to goods entered, or withdrawn from

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

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