

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 110th Congress ¹**

[Date approved: May 23, 2008]²

Bill No. and sponsor: H.R. 4599 (Mr. Emanuel Cleaver 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)):

2-Acetylbutyrolactone (CAS No. 517-23-7) (provided for in subheading 2932.29.50).

Check one: Same as that in bill as introduced.
 Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The subject product, a synthetic organic chemical, is used as an intermediate to produce fungicides. The subject product is imported from China and Japan.

Estimated effect on customs revenue:

HTS subheading: <u>2932.29.50</u>					
	2009	2010	2011	2012	2013
Col. 1-General rate of duty					
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%
Estimated value <i>dutiable</i> imports	\$12,449,503	\$12,449,503	\$12,449,503	\$12,449,503	\$12,449,503
Customs revenue loss 1/	\$0	\$460,632	\$460,632	\$460,632	\$460,632

1/ There is an existing duty suspension under HTS heading 9902.10.65 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):

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)		
Bayer CropScience (Proponent) William H. Hensley, 202-756-3781	3/25/2008	No	No	No
Arkema Charles A. Kitchen, Fax: 215-419-7075	3/25/2008	No	No	No
BASF Greg Thies, Fax: 202-558-5101	3/25/2008	No	No	No
Chemtura Corporation Matt Mattingley, Fax: 202-463-8498	3/25/2008	No	No	No
CropLife America Isi Siddiqui, Fax: 202-463-0474	3/25/2008	No	No	No
Dow Chemical/Dow AgroScience Lisa Schroeter, Fax: 202-429-3467 Max Turnipseed, Fax: 225-383-0590	3/25/2008	No	No	No
DuPont Helen McMahan, Fax: 302-355-2994	3/25/2008	No	No	No
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	3/25/2008	No	No	No
FMC Jerry Prout, Fax: 202-956-5235	3/25/2008	No	No	No
Gowan Company Cindy Baker, Fax: 928-373-1822 George L. Rolofson, Fax: 336-854-2772	3/25/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	3/25/2008	No	No	No
Nufarm Limited Joel R. Junker, Fax: 206-621-8220	3/25/2008	No	No	No
Syngenta Crop Protection, Inc. Angus Kelly, Fax: 336-632-6084	3/25/2008	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	3/25/2008	No	No	No

Technical comments:⁴ None.

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. 4599

To extend the temporary suspension of duty on 2-Acetylbutyrolactone.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 13, 2007

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

A BILL

To extend the temporary suspension of duty on 2-
Acetylbutyrolactone.

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-ACETYL BUTYROLACTONE.**

4 (a) IN GENERAL.—Heading 9902.10.65 of the Har-
5 monized Tariff Schedule of the United States is amended
6 by striking “12/31/2009” and inserting “12/31/2011”.

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