UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 16, 2008]²

Bill No. and sponsor: HR 4631 (Mr. Sam Graves of Missouri).

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

Other bills on product (110th Congress only): None.

Nature of bill: Temporary duty reduction through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Products containing 3-mesityl-2-oxo-1-oxaspiro[4.4]non-3-en-4-yl 3,3-dimethylbutyrate (Spiromesifen) (CAS No. 283594-90-1) (provided for in subheading 3808.91.25).

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 products are used to control mites and insects on greenhouse and nursery plants, and landscape trees and ornamentals. The products are imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>3808.91.25</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	\$20,534,920	\$20,534,920	\$20,534,920	\$20,534,920	\$20,534,920			
Customs revenue loss 1/	\$492,838	\$492,838	\$492,838	\$492,838	\$492,838			

^{1/} The estimated customs revenue loss is based on a temporary reduction of the general rate of duty from 6.5 percent ad valorem to 4.1 percent ad valorem, a reduction of 2.4 percentage points.

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

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

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 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) Will Hensley, 202-756-3781	3/10/2008	No	No	No
Arkema Charles Kitchen, Fax: 215-419-7075	3/17/2008	No	No	No
BASF Corp. Gregory A. Thies, 202-904-2332	3/17/2008	No	No	No
CropLife America Lawrence Norton, Fax: 202-463-0474	3/17/2008	No	No	No
Dow AgroSciences Max Turnipseed, Fax: 225-383-0590	3/17/2008	No	No	No
Dupont Helen McMahon, Fax: 302-355-2994	3/17/2008	No	No	No
FMC Corp. Jerry Prout, Fax: 202-956-5235	3/17/2008	No	No	No
LANXESS Jamie Schaeffer, Fax: 412-809-3614	3/17/2008	No	No	No
Monsanto Corp. Michael Parrish, Fax: 202-789-1867	3/17/2008	No	No	No
Syngenta Crop Protection, Inc. Mike Blythe, Fax: 336-632-6084	3/17/2008	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	3/17/2008	No	No	No

Technical comments:⁴

The Commission 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 and the proper capitalization.

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. 4631

To suspend temporarily the duty on products containing 3-Mesityl-2-oxo-1-oxaspiro[4.4]non-3-en-4-yl 3,3-dimethylbutyrate.

IN THE HOUSE OF REPRESENTATIVES

December 13, 2007

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

A BILL

To suspend temporarily the duty on products containing 3-Mesityl-2-oxo-1-oxaspiro[4.4]non-3-en-4-yl 3,3-dimethylbutyrate.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. PRODUCTS CONTAINING 3-MESITYL-2-OXO-1OXASPIRO[4.4]NON-3-EN-4-YL 3,3
DIMETHYLBUTYRATE.

(a) IN GENERAL.—Subchapter II of chapter 99 of
the Harmonized Tariff Schedule of the United States is

amended by inserting in numerical sequence the following

9 new heading:

8

"	9902	Products containing 3-Mes-					
		ityl-2-oxo-1-					
		oxaspiro[4.4]non-3-en-4-yl					
		3,3-dimethylbutyrate (CAS					
		No. 283594–90–1) (provided					
		for in subheading					
		3808.91.2500)	4.1%	No change	No change	On or before	
						19/91/9011	,,

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

 \bigcirc