#### UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress 1

[Date approved: June 9, 2006]<sup>2</sup>

**Bill No. and sponsor:** S. 1650 (Mr. James M. Talent of Missouri).

**Proponent name, location:** BASF Corporation, Hannibal, MO.

Other bills on product (109th Congress only): None.

**Nature of bill:** Temporary duty suspension through December 31, 2008.

**Retroactive effect:** None.

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

Prohexadione calcium (calcium 3-oxido-5-oxo-4-propionylcyclohexa-3-enecarboxylate) (CAS No. 127277-53-6) (provided for in subheading 2918.30.90)

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 synthetic organic chemical that is used as a plant growth regulator for fruit and turf. The subject product is imported from China.

#### **Estimated effect on customs revenue:**

HTS subheading: <u>2918.30.90</u>									
$\searrow$	2006	2007	2008	2009	2010				
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%				
Estimated value <i>dutiable</i> imports	\$1,125,000	\$1,125,000	\$1,125,000	\$1,125,000	\$1,125,000				
Customs revenue loss	\$41,625	\$41,625	\$41,625	\$41,625	\$41,625				

Source of estimated dutiable import data: Industry estimates.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: David Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm">http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm</a>.

## 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)		
BASF Corporation (Proponent) E. Thomas Coleman, 202-289-3900	04/03/2006	No	No	No
AtoFina Cerex Charles Kitchin, Fax: 703-527-2092	04/04/2006	No	No	No
Bayer CropScience Karen L. Niedermeyer, Fax: 412-777-4740 William Hensley, Fax: 202-737-8909	04/04/2006	No	No	No
Chem Services, Inc. Marketing Manager, Fax: 610-692-8729	04/04/2006	No	No	No
Crop Life America Lawrence Norton, Fax: 202-463-0474	04/04/2006	No	No	No
Dow Agro Science Lisa Schroeter, Fax: 202-429-3467	04/04/2006	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	04/04/2006	No	No	No
FMC Jerry Prout, Fax: 202-956-5235	04/04/2006	No	No	No
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614	04/04/2006	No	No	No
Monsanto Corporation Michael Parrish, Fax: 202-789-1867	04/04/2006	No	No	No
Syngenta Mike Blythe, Fax: 336-632-6084	04/04/2006	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	04/04/2006	No	No	No

# **Technical comments:**<sup>3</sup>

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to incorporate the proper chemical name.

<sup>&</sup>lt;sup>3</sup> 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.

# S. 1650

To suspend temporarily the duty on prohexadione calcium.

## IN THE SENATE OF THE UNITED STATES

September 12, 2005

Mr. Talent introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

To suspend temporarily the duty on prohexadione calcium.

- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. PROHEXADIONE CALCIUM.
- 4 (a) In General.—Subchapter II of chapter 99 of
- 5 the Harmonized Tariff Schedule of the United States is
- 6 amended by inserting in numerical sequence the following
- 7 new heading:

"	9902.06.03	Prohexadione calcium (CAS No. 127277-53-6) (provided					
		for in subheading 2918.30.90)	Free	No change	No change	On or before	
						12/31/2008	".

- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies to articles entered, or withdrawn

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

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