

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 109th Congress¹**

[Date approved: October 24, 2006]²

Bill No. and sponsor: S. 3003 (Mr. Harry Reid of Nevada for Mr. John D. (Jay) Rockefeller IV of West Virginia).

Proponent name, location: Philips Electronics Corporation, New York, NY.

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

Nature of bill: Temporary duty suspension through December 31, 2009.

Retroactive effect: None.

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

Resin cement based on calcium carbonate and silicone resins (CAS Nos. 471-34-1 and 68037-83-2) (provided for in subheading 3214.10.00).

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 product is a resin cement consisting of a mixture of calcium carbonate and silicone resins. It is used as an adhesive in the manufacture of lighting products and various other electronic goods. It is imported from the Netherlands.

Estimated effect on customs revenue:

| HTS subheading: 3214.10.00 | | | | | |
|---|-------------|-------------|-------------|-------------|-------------|
| | 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 | \$3,000,000 | \$3,000,000 | \$3,000,000 | \$3,000,000 | \$3,000,000 |
| Customs revenue loss | \$111,000 | \$111,000 | \$111,000 | \$111,000 | \$111,000 |

Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: David Michels (202-205-3440).

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

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) | | |
| Philips Electronics Corporation (Proponent) Katie Terricciano, 212-536-0694 | 07/27/2006 | No | No | No |
| Agilent Technologies Robbins Pancake, 202-416-6211 | 08/03/2006 | No | No | No |
| ASML US, Inc. Craig DeYoung, 480-383-4005 | 08/03/2006 | No | No | No |
| Barium and Chemicals, Inc. Albert Pavlik, Jr., 740-282-9779 | 08/03/2006 | No | No | No |
| Bryant Electric Fax: 800-543-0538 | 08/03/2006 | No | No | No |
| CERAC, Inc. Marketing, 414-289-9800 | 08/03/2006 | No | No | No |
| Chemical Products Corporation Gary D. Graves, 770-382-2144 | 08/03/2006 | No | No | No |
| Cooper Industries, Ltd. Terry Helz, 713-209-8408 | 08/03/2006 | No | No | No |
| Cree Inc. Leigh Mitchell, 919-313-5300 | 08/03/2006 | No | No | No |
| Cymer, Inc. Albert Cefalo, 858-385-6222; Edward Juliano, 978-264-0621 | 08/03/2006 | No | No | No |
| Eaton Corp. Barry Doggett, 216-423-4664 | 08/03/2006 | No | No | No |
| Emerson Electric Co. Robert McDonald, 202-508-6303 | 08/03/2006 | No | No | No |
| Ericson Manufacturing Co. Richard Fox, 440-951-8000 | 08/03/2006 | No | No | No |
| General Electric Co. Sandy Merber, 202-637-4000 | 08/03/2006 | No | No | No |
| Hitachi America, Ltd. Carl Green, 202-828-9272 | 08/03/2006 | No | No | No |
| Hubbell Inc. Thomas Conlin, 203-799-4293 | 08/03/2006 | No | No | No |

| Name of firm/organization | Date contacted | Claim US makes same or competing product(s)? | Submission attached? | Opposition noted? |
|--|----------------|--|----------------------|-------------------|
| | | (Yes/No) | | |
| Intel Corporation David Rose, 202-626-4390 | 08/03/2006 | No | No | No |
| Leviton Manufacturing Co., Inc. Stephen Hofmann, 202-216-9703 | 08/03/2006 | No | No | No |
| Light Sources, Inc. John Masuchi, 203-799-7877 | 08/03/2006 | No | No | No |
| Lutron Electronics Company, Inc. 610-282-3800 | 08/03/2006 | No | No | No |
| National Electrical Manufacturers Association John Meakem, 703-841-3243 | 08/03/2006 | No | No | No |
| Osram Sylvania Pamela Horner, 978-777-1900 | 08/03/2006 | No | No | No |
| Pass & Seymour/Lagrand John Clarke, 315-468-8223 | 08/03/2006 | No | No | No |
| Siemens Energy and Automation, Inc. Tom Varney, 770-751-2000 | 08/03/2006 | No | No | No |
| SEMI Victoria Hadfield, 202-289-0440 | 08/03/2006 | No | No | No |
| Square D Co. 847-397-2600 | 08/03/2006 | No | No | No |
| Technology Research Corp. Robert Wiggins, 727-535-0572 | 08/03/2006 | No | No | No |

Technical comments:³ None.

³ 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.

109TH CONGRESS
2D SESSION

S. 3003

To suspend temporarily the duty on resin cement based on calcium carbonate and silicone resins.

IN THE SENATE OF THE UNITED STATES

MAY 24, 2006

Mr. REID (for Mr. ROCKEFELLER) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To suspend temporarily the duty on resin cement based on calcium carbonate and silicone resins.

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. RESIN CEMENT.**

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:

| | | | | | | | |
|---|------------|--|------|-----------|-----------|-------------------------|----|
| “ | 9902.32.36 | Resin cement based on calcium carbonate and silicone resins (CAS Nos. 471–34–1 and 68037–83–2) (provided for in subheading 3214.10.00) | Free | No change | No change | On or before 12/31/2009 | ”. |
|---|------------|--|------|-----------|-----------|-------------------------|----|

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.

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