MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: October 24, 2006]²

Bill No. and sponsor: S. 3157 (Mr. Barack Obama of Illinois).

Proponent name, location: Nufarm Americas, Inc., Burr Ridge, IL.

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)):

4-(4-Chloro-2-methylphenoxy) butanoic acid (CAS No. 94-81-5); 4-(4-chloro-2-metylphenoxy) butanoic acid, sodium salt (CAS No. 6062-26-6) (provided for in subheading 2918.90.20).

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 a synthetic organic herbicides that are used to control hard-to-get Canadian thistle in green peas. The subject products are imported from the United Kingdom.

Estimated effect on customs revenue:

HTS subheading: <u>2918.90.20</u>									
\searrow	2006	2007	2008	2009	2010				
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%				
Estimated value <i>dutiable</i> imports	\$219,900	\$219,900	\$219,900	\$219,900	\$219,900				
Customs revenue loss	\$14,294	\$14,294	\$14,294	\$14,294	\$14,294				

Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Stephen Wanser (202-205-3363); Tariff Affairs contact: David Michels (202-205-3440).

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

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)			
Nufarm, Americas, Inc. (Proponent) Joel Junker, Fax: 206-621-8220	06/12/2006	No	No	No	
Arkema Inc. (Atofina) Charles Kitchin, Fax: 703-527-2002	06/12/2006	No	No	No	
BASF Corp. Greg Thies, Fax: 703-255-7142	06/12/2006	No	No	No	
Bayer CropScience Mike Gill, 202-205-8843	06/12/2006	No	No	No	
Crop Life America Lawrence Norton, Fax: 202-463-0474	06/12/2006	No	No	No	
Dow Chemical/Dow AgroScience Max Turnipseed, 225-338-0310	06/12/2006	No	No	No	
DuPont Nancy Johnson, Fax: 202-728-3649	06/12/2006	No	No	No	
FMC Corp Jerry Prout, Fax: 202-956-5235	06/12/2006	No	No	No	
LANXESS Corp. Jamie B. Schaeffer, Fax: 412-809-3614	06/12/2006	No	No	No	
Monsanto Corp. Michael Parris, Fax: 202-789-1867	06/12/2006	No	No	No	
Syngenta Mike Blythe, Fax: 336-632-6084	06/12/2006	No	No	No	
Valent USA Robin Demouth, Fax: 925-256-2776	06/12/2006	No	No	No	

Technical comments:³

The Commission notes that the initial word "Chloro" should be capitalized and the HTS subheading should read "2918.90.20".

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. 3157**

To suspend temporarily the duty on MCPB acid and MCPB sodium salt.

IN THE SENATE OF THE UNITED STATES

May 25, 2006

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

A BILL

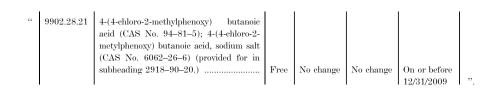
To suspend temporarily the duty on MCPB acid and MCPB sodium salt.

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. SUSPENSION OF DUTY ON MCPB ACID AND 4 MCPB SODIUM SALT.

5 (a) IN GENERAL.—Subchapter II of chapter 99 of
6 the Harmonized Tariff Schedule of the United States is
7 amended by inserting in numerical sequence the following
8 new heading:



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