UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: October 24, 2006]²

Bill No. and sponsor: S. 3165 (Mr. Christopher S. Bond of Missouri).

Proponent name, location: BASF Corporation, Palmyra, MO.

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

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

Retroactive effect: None.

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

5-Methylpyridine-2,3-dicarboxylic acid (CAS No. 53636–65–0) (provided for in subheading 2933.39.61)

Check one:	X 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:

5-Methylpyridine-2,3-dicarboxylic acid is a synthetic organic chemical that is used as an intermediate in the production of a broad spectrum herbicide for soybeans, peanuts, pasture land, and rangeland. BASF imports the product from Japan.

Estimated effect on customs revenue:

HTS subheading: <u>2933.39.61</u>									
$\bigg\rangle$	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	\$2,500,000	\$1,900,000	\$1,500,000	\$1,500,000	\$1,500,000				
Customs revenue loss 1/	\$162,500	\$123,500	\$97,500	\$97,500	\$97,500				

 $[\]underline{1}$ / The estimated customs revenue loss for 2006 reflects the existing duty suspension under heading 9902.01.14 that expires on December 31, 2006.

Source of estimated dutiable import data: Industry estimates.

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

Industry analyst preparing report: Philip Stone (202-205-3424); 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.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?	
			(Yes/No)		
BASF Corporation (Proponent) Greg Thies, Fax: 202-558-5101	07/19/2006	No	No	No	
Bayer CropScience Williams Hensley, Fax: 202-737-8909 Karen L. Niedermeyer, Fax: 412-777-4740	07/19/2006	No	No	No	
Crop Life America Lawrence Norton, Fax: 202-463-0474	07/19/2006	No	No	No	
Dow AgroScience Max Turnipseed, Fax: 225-383-0590 Lisa Schroeter, Fax: 202-429-3467	07/19/2006	No	No	No	
DuPont Helen McMahon, Fax: 302-355-2994	07/19/2006	No	No	No	
FMC Jerry Prout, Fax: 202-956-5235	07/19/2006	No	No	No	
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614	07/19/2006	No	No	No	
Monsanto Corporation Michael Parrish, Fax: 202-789-1867 Linda Strachan, Fax: 202-789-1867	07/19/2006	No	No	No	
Syngenta Mike Blythe, Fax: 336-632-6084 Dawn Stomp, Fax: 202-347-7772	07/19/2006	No	No	No	
Valent USA Robin Demouth, Fax: 925-256-2776	07/19/2006	No	No	No	

Technical comments:³

None.

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. 3165

To extend temporarily the suspension of duty on 5-MPDC.

IN THE SENATE OF THE UNITED STATES

May 25, 2006

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

A BILL

To extend temporarily the suspension of duty on 5-MPDC.

- 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. 5-MPDC.
- 4 (a) In General.—Heading 9902.01.14 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- $6\,$ 5-MPDC) is amended by striking "12/31/2006" and in-
- 7 serting "12/31/2009".
- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies to goods entered, or withdrawn from
- 10 warehouse for consumption, on or after the 15th day after
- 11 the date of enactment of this Act.