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		United States onal Trade Commission
	ME	MORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress
		Date approved June 28, 2012
I. Background		
Bill number:	H.R. 4566	
	Mr. Blaine Lu MO	uetkemeyer
Interested entity:		
Name BA	SF	
	lmyra	
State MC		
<u>-</u>		
Other bills on proc	duct (112th (Congress only): None
Nature of bill:	Extension	of temporary duty reduction
Expiration date:	December	
Current or previou		
Retroactive date:		None
CAS number (if ap	plicable):	96-22-0
Industry analyst:	Jeff C	lark
Telephone:	202-2	05-3318
Tariff Affairs contag	ct: David	Michels
Telephone:	202-2	05-3440

Note:

1. Access to an electronic copy of this memorandum is available at <u>http://www.usitc.gov/tariff_affairs/congress_reports/.</u>

2. In regard to the country(ies) of origin listed in section III, this report focuses on dutiable imports and does not take into account any tariff preference programs or special rates of duty.

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

Diethyl ketone (CAS No. 96-22-0) (provided for in subheading 2914.19.00)

(If enacted, the tariff relief provided for in this bill would be available to any entity that imports the product that is covered by the bill.)

Description above compared with bill as introduced:

🖂 Same

Different (see Technical Comments section)

III. Other product information, including uses/applications and source(s) of imports

This organic chemical is the raw material used to produce an herbicide that controls broadleaf weeds in corn, soybeans, vegetables, and turf. It is also used in various industries as a general solvent. It is imported from Germany and China.

In addition to extending the existing reduction, this bill would also change the rate of duty in the existing Chapter 99 provision (1.4 percent) to 2.36 percent.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	2914.19.00					
ltem	2013	2014	2015	2016	2017	
Col.1-general rate of duty or percentage point reduction (%)	1.64	1.64	1.64	1.64	1.64	
Estimated value of <i>dutiable</i> imports (\$)	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	
Customs revenue loss (\$)	492,000	492,000	492,000	492,000	492,000	

Note: Customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ. Regarding the HTS subheading listed in the article description of the bill, the Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only U.S. Customs and Border Protection is authorized to issue a binding ruling on this matter. The Commission believes that Customs should be consulted prior to enactment of the bill.

Dutiable imports were based on (more than one may apply):

☑ Official statistics of the U.S. Department of Commerce

 \bowtie Provided by industry sources

□ Industry information

Commission estimates

Duty reduction notes:

This bill is not a duty reduction

This bill is a temporary duty reduction. Rates are shown below.

4

Col.1-general duty rate (%)

Temporary rate (%)

2.36 Per

Percentage point reduction (%) 1.64

V. Technical comments

None

VI. Continuation

VII. Contacts with domestic firms/organizations

#	Firm/organization and contact name	Telephone number	Claims same or competing product made in the United States	Submission attached	Opposition noted
1	BASF (Interested entity) Richard J. Salamone	973-895-8316	No	No	No
2	3M Greg Walters	202-414-3008	No	No	No
3	Air Products Richard F. Goodstein	202-639-0840	No	No	No
4	Albaugh Stuart Feldstein	515-964-9444	No	No	No
5	Arkema David Kunz	202-263-3491	No	No	No
6	Ashland Frank Fusiak	973-628-4123	No	No	No
7	Bayer Steve Johnsen	412-777-5616	No	No	No
8	Celanese Samuel Ramirez	972-443-4689	No	No	No
9	Chemtura Elizabeth J. Thomasino	203-573-2644	No	No	No
10	Clariant Andrew Zamoyski	202-415-9159	No	No	No
11	ColorChem Steven Printz	770-993-5500, x18	No	No	No
12	Crowell & Moring, LLP Mike Gill	202-508-8843	No	No	No
13	DSM Sheetal Bhadekar	973-257-8323	No	No	No
14	Dixie Chemical Mal Johnson	281-291-2659	No	No	No
15	Dow Chemical Co. Lisa Schroeter	202-429-3407	No	No	No
16	Drexel Chemical Stanley Bernard	901-774-4370	No	No	No
17	DuPont Elaine M. Olsen	302-992-2263	No	No	No
18	DyStar L.P. Megan Malone	202-344-4621	No	No	No

#	Firm/organization and contact name	Telephone number	Claims same or competing product made in the United States	Submission attached	Opposition noted
19	Eastman Brent Perry	202-347-9547	No	No	No
20	Emerald Performance Materials Thomas Dirmyer	330-916-6706	No	No	No
21	Evonik Russell Mait	804-452-5711	No	No	No
22	FMC Jerry Prout	202-956-5209	No	No	No
23	Fanwood Chemical V. M. (Jim) DeLisi	908-322-8440	No	No	No
24	Honeywell Art Simonetti	202-662-2671	No	No	No
25	Huntsman Robert F. Hurley	202-289-9800	No	No	No
26	Kemira Rajesh Sharma	678-819-4577	No	No	No
27	LANXESS Jamie B. Schaeffer	412-809-3666	No	No	No
28	Lonza Joe Robinson	201-316-9364	No	No	No
29	Milliken Kathi Dutilh	202-775-0084	No	No	No
30	Monsanto James K. Travis	202-383-2864	No	No	No
31	Nation Ford Chemical Jay Dickson	803-548-3210, x15	No	No	No
32	Nufarm Americas Joel Junker	206-621-7878	No	No	No
33	PPG Industries Bill Ries	412-434-1717	No	No	No
34	Procter & Gamble Matt Mattingley	202-841-5601	No	No	No
35	Purolite Gary Thundercliffe	484-384 2708	No	No	No
36	Rhodia Jackie Guscott	609-860-3379	No	No	No
37	Royce Associates, ALP Terry Scheirer	201-438-5200	No	No	No

38	SOCMA Robert E. Branand, Esq.	202-345-2717	No	No	No
39	Sensient Technologies Ken Goldacker	314-658-7363	No	No	No
40	Sigma Aldrich Jared Fenton	314-286-8326	No	No	No
41	Solutia Kassie Wooton	314-674-3297	No	No	No
42	Solvay Andrew K. Jones	856-251-3412	No	No	No
43	Symrise Elizabeth Scharlat	908-429-6821	No	No	No
44	Syngenta Mike Blythe	336-632-2824	No	No	No
45	United Color Manufacturing Tom Nowakowski	215-860-2165	No	No	No
46	Valent Robin Demouth	925-256-2758	No	No	No

^{112TH CONGRESS} 2D SESSION H.R. 4566

To modify and extend the reduction of duty on Diethyl ketone.

IN THE HOUSE OF REPRESENTATIVES

April 24, 2012

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

A BILL

To modify and extend the reduction of duty on Diethyl ketone.

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. DIETHYL KETONE.

4 (a) IN GENERAL.—Heading 9902.25.67 of the Har5 monized Tariff Schedule of the United States (relating to
6 Diethyl ketone) is amended—

7 (1) in the general rate of duty column, by strik8 ing "1.4%" and inserting "2.36%"; and

9 (2) by striking the date in the effective period
10 column and inserting "12/31/2015".

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