		nited States NAL TRADE COMMISSION	4		ton	
	MEM	ORANDUM ON PRO of the 11	POSED TARIFF 2th Congress	[:] LEGISLATIO	N	
		Date approved	July 31, 2012			
I. Background						
Bill number:	H.R. 4867					
·	Mr. Robert E. A NJ	ndrews				
Interested entity:						
	AFCO Worldwi	de			7	
City Ca	mden					
State NJ						
Other bills on proc	duct (112th Co	ngress only): S. 2938 (Mr. F	Robert Menendez, NJ)		
Nature of bill:	Temporary du	ity suspension				
Expiration date:	December 31	, 2015				
Current or previou	ıs chapter 99 h	eading: None				
Retroactive date:	N	lone				
CAS number (if ap	plicable): N	lone				
Industry analyst:	Elizabot	h R. Nesbitt				
Telephone:	202-205					
Tariff Affairs conta						
		-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)):

Licorice extract derivatives including those described as glycyrrhizic and glycyrrhetinic acids and their salts and esters (provided for in subheading 2938.90.00)

(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

The subject products have no characteristic licorice flavor. They can eliminate undesirable flavors; intensify and prolong sweetness; enhance other flavors in food, beverage, and pharmaceutical oral applications; and provide anti-irritant and anti-inflammatory benefits in cosmetic and personal care applications. The products are imported from China, Japan, and India.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	2938.90.00						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty or percentage point reduction (%)	3.7	3.7	3.7	3.7	3.7		
Estimated value of <i>dutiable</i> imports (\$)	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000		
Customs revenue loss (\$)	444,000	444,000	444,000	444,000	444,000		

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

 \boxtimes 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.

Col.1-general duty rate (%)

_____ F

Percentage point reduction (%)

V. Technical comments

Staff corrected the name "glycyrrhenticic" to "glycyrrhetinic" and corrected capitalization.

Temporary rate (%)

VI. Continuation

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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	MAFCO Worldwide (Interested entity) Evan A. Knisely	202-449-6981	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	BASF Richard J. Salamone	973-895-8316	No	No	No
8	Barnet Products Corp. Peter Lehman	201-346-4620	No	No	No
9	Bayer Steve Johnsen	412-777-5616	No	No	No
10	Celanese Samuel Ramirez	972-443-4689	No	No	No
11	Clariant Andrew Zamoyski	202-415-9159	No	No	No
12	Chemtura Elizabeth J. Thomasino	203-573-2644	No	No	No
13	ColorChem Steven Printz	770-993-5500, x18	No	No	No
14	Crowell & Moring, LLP Mike Gill	202-508-8843	No	No	No
15	DSM Sheetal Bhadekar	973-257-8323	No	No	No
16	Dixie Chemical Mal Johnson	281-291-2659	No	No	No
17	Dow Chemical Co. Lisa Schroeter	202-429-3407	No	No	No
18	Drexel Chemical Stanley Bernard	901-774-4370	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	DuPont Elaine M. Olsen	302-992-2263	No	No	No
20	DyStar L.P. Megan Malone	202-344-4621	No	No	No
	Eastman Brent Perry	202-347-9547	No	No	No
22	Emerald Performance Materials Thomas Dirmyer	330-916-6706	No	No	No
23	Evonik Russell Mait	804-452-5711	No	No	No
24	FMC Jerry Prout	202-956-5209	No	No	No
25	Fanwood Chemical V. M. (Jim) DeLisi	908-322-8440	No	No	No
26	Honeywell Art Simonetti	202-662-2671	No	No	No
	Huntsman Robert F. Hurley	202-289-9800	No	No	No
28	Kemira Rajesh Sharma	678-819-4577	No	No	No
29	LANXESS Jamie B. Schaeffer	412-809-3666	No	No	No
30	Lonza Joe Robinson	201-316-9364	No	No	No
31	Milliken Kathi Dutilh	202-775-0084	No	No	No
32	Monsanto James K. Travis	202-383-2864	No	No	No
33	Nation Ford Chemical Jay Dickson	803-548-3210, x15	No	No	No
34	Nufarm Americas Joel Junker	206-621-7878	No	No	No
	PPG Industries Bill Ries	412-434-1717	No	No	No
	Procter & Gamble Matt Mattingley	202-841-5601	No	No	No
37	Purolite Gary Thundercliffe	484-384-2708	No	No	No

38	R.J. Reynolds Tobacco Craig Demarest	336-741-5000	No	No	No
39	Rhodia Jackie Guscott	609-860-3379	No	No	No
40	Royce Associates, ALP Terry Scheirer	201-438-5200	No	No	No
41	SOCMA Robert E. Branand	202-345-2717	No	No	No
42	Sensient Technologies Ken Goldacker	314-658-7363	No	No	No
43	Sigma-Aldrich Jared Fenton	314-286-8326	No	No	No
44	Solutia Kassie Wooton	314-674-3297	No	No	No
45	Solvay Andrew K. Jones	856-251-3412	No	No	No
46	Symrise Elizabeth Scharlat	908-429-6821	No	No	No
47	Syngenta Mike Blythe	336-632-2824	No	No	No
48	Tessenderlo Kerley Brian Thomassen	602-889-8397	No	No	No
49	United Color Manufacturing Tom Nowakowski	215-860-2165	No	No	No
50	Valent Robin Demouth	925-256-2758	No	No	No
51	Wixon Inc. Larry Andersen	414-769-3000	No	No	No

^{112TH CONGRESS} 2D SESSION H.R.4867

To suspend temporarily the rate of duty on certain licorice extract derivatives.

IN THE HOUSE OF REPRESENTATIVES

April 26, 2012

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

A BILL

To suspend temporarily the rate of duty on certain licorice extract derivatives.

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. CERTAIN LICORICE EXTRACT DERIVATIVES.

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:

"	9902.01.00	Licorice extract derivatives including those described as Glycyrrhizic and Glycyrrhenticic Acids and their salts and esters (pro-					
		vided for in subheading 2938.90.00)	Free	No change	No change	On or before 12/31/2015	

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