United States International Trade Co	OMMISSION			passel.
MEMORANDUM o	ON PROPOS of the 112th (GISLATION	
Date	e approved Au	ugust 13, 2012		
I. Background				
Bill number: H.R. 5295				
Sponsor name: Mr. Phil Roe Sponsor state: TN				
Interested entity:				
Name Eastman				
City Kingsport				
State TN				
Other bills on product (112th Congress only):	one			
Nature of bill: Temporary duty suspension				
Expiration date: December 31, 2015				
Current or previous chapter 99 heading: None				
Retroactive date: None				
CAS number (if applicable): 532–32–1				
		1		
Industry analyst: Jeff Clark Telephone: 202-205-3318				
Tariff Affairs contact: David Michels		_		
Telephone: 202-205-3440				

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)):

Sodium benzoate (CAS No. 532–32–1) (provided for in subheading 2916.31.11)

(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 product is used as a preservative in foods, beverages, and cosmetics. The three largest sources of imports of this product in 2011 were Estonia, China, and the Netherlands.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	2916.31.11				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	6.5	6.5	6.5	6.5	6.5
Estimated value of <i>dutiable</i> imports (\$)	14,000,000	14,000,000	15,000,000	15,000,000	15,000,000
Customs revenue loss (\$)	910,000	910,000	975,000	975,000	975,000

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):

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

Provided by industry sources

Industry information

Commission estimates

Duty reduction notes:

 \boxtimes This bill is not a duty reduction

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

Col.1-general duty rate (%)

Temporary rate (%)

ate (%)

Percentage point reduction (%)

V. Technical comments

Staff modified the article description to conform to the eo nomine 10-digit subheading in chapter 29.

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	Eastman (Interested entity) Brent Perry	202-347-9547	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	Bayer Steve Johnsen	412-777-5616	No	No	No
9	Celanese Samuel Ramirez	972-443-4689	No	No	No
10	Chemtura Elizabeth J. Thomasino	203-573-2644	No	No	No
11	Clariant Andrew Zamoyski	202-415-9159	No	No	No
12	ColorChem Steven Printz	770-993-5500, x18	No	No	No
13	Crowell & Moring, LLP Mike Gill	202-508-8843	No	No	No
14	DSM Sheetal Bhadekar	973-257-8323	No	No	No
15	Dixie Chemical Mal Johnson	281-291-2659	No	No	No
16	Dow Lisa Schroeter	202-429-3407	No	No	No
17	Drexel Chemical Stanley Bernard	901-774-4370	No	No	No
18	DuPont Elaine M. Olsen	302-992-2263	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	DyStar L.P. Megan Malone	202-344-4621	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	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. 5295

To suspend temporarily the duty on Sodium Benzoate, ODR/FLV Comp.

IN THE HOUSE OF REPRESENTATIVES

April 27, 2012

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

A BILL

To suspend temporarily the duty on Sodium Benzoate, ODR/ FLV Comp.

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. SODIUM BENZOATE, ODR/FLV COMP.

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	Sodium benzoate (Benzoic					
		acid, sodium salt), (CAS					
		No. 532–32–1) (provided					
		for in subheading					
		2916.31.11)	Free	No change	No change	On or before	
				_		12/31/2015	".

(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.