	United States rernational Trade Commission				
	MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress				
	Date approved August 9, 2012				
I. Background					
Bill number: H.R	.5416				
· ·	. Mike Honda				
Sponsor state: CA					
Interested entity:					
Name Micro	n Technology, Inc.				
City San Jo	bse				
State CA					
Other bills on produc	t (112th Congress only): None				
	mporary duty suspension				
Expiration date: De	ecember 31, 2015				
Current or previous c	hapter 99 heading: None				
current of previous c	hapter 35 heading. None				
Retroactive date:	None				
CAS number (if applie	cable): None				
La desator de la					
Industry analyst:	Mihir Torsekar				
Telephone:					
Tariff Affairs contact:	Jan Summers				
Telephone:	202-205-2605				

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)):

Parts and accessories of microscopes (other than optical) and diffraction apparatus (provided for in subheading 9012.90.00)

(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 are the parts and accessories associated with various non-optical microscopes, including electron microscopes that are used in researching and testing or manufacturing of semiconductor devices. Additional microscopes include scanning electron (SEM), transmission electron (TEM), scanning probe, electron diffraction, and, to a lesser extent, proton microscopes. The general use for these microscopes is to reveal the texture, chemical composition, and crystalline structure and orientation of a particular sample. Germany is the largest supplier of these products to the United States.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	9012.90.00						
ltem	2013	2014	2015	2016	2017		
Col.1-general rate of duty (%) or percentage point reduction	4.9	4.9	4.9	4.9	4.9		
Estimated value of <i>dutiable</i> imports (\$)	54,123,862	54,123,862	54,123,862	54,123,862	54,123,862		
Customs revenue loss (\$)	2,652,069	2,652,069	2,652,069	2,652,069	2,652,069		

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

Provided by industry sources

□ Industry information

 \boxtimes 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 (%)

Percentage point reduction (%)

V. Technical comments

The article description set forth above was modified for greater clarity and for conformity with permanent HTS provisions.

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	IBM Corporation (Interested entity) John Adamo	720-395-1427	No	No	No
2	Micron Technology, Inc. Matt Koehl	208-363-1041	No	No	No
3	Intel Corporation David Rose	202-765-8080	No	No	No
4	FEI Company Bradley J. Thies	503-726-7531	No	No	No

^{112TH CONGRESS} 2D SESSION H.R. 5416

To suspend temporarily the duty on parts and accessories of microscopes other than optical.

IN THE HOUSE OF REPRESENTATIVES

May 7, 2012

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

A BILL

To suspend temporarily the duty on parts and accessories of microscopes other than optical.

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. PARTS AND ACCESSORIES OF MICROSCOPES 4 OTHER THAN OPTICAL.

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.