



MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 112th Congress

Date approved

I. Background

Bill number:

Sponsor name:

Sponsor state:

Interested entity:

Name

City

State

Other bills on product (112th Congress only):

Nature of bill:

Expiration date:

Current or previous chapter 99 heading:

Retroactive date:

CAS number (if applicable):

Industry analyst:

Telephone:

Tariff Affairs contact:

Telephone:

Note:

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

Ferroboron to be used for manufacturing amorphous metal strip (provided for in subheading 7202.99.80)

(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 an alloy used to add boron to steel and other ferrous metals. Only ferroboron for use in the manufacture of amorphous metal strip is covered by this bill. Ferroboron is imported from Japan and China.

IV. Estimated effect on customs revenue

Subject product HTS subheading(s)	7202.99.80				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	1.6	1.6	1.6	1.6	1.6
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 (\$)	480,000	480,000	480,000	480,000	480,000

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
- 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 (%) Temporary rate (%) Percentage point reduction (%)

V. Technical comments

The subject product is currently eligible for duty-free treatment under HTS heading 9902.72.02. The Staff suggests that the existing heading be used for the proposed duty reduction by amending the heading to delete "Free" and insert "3.4%" and by changing the effective date to "12/31/2015".

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	Metglas, Inc. (Interested entity) Mary Paige Murray	843-349-6832	No	No	No
	2	CMC Cometals Ryan Campbell	201-592-3249	No	No	No

112TH CONGRESS
2D SESSION

H. R. 5780

To reduce temporarily the duty on ferroboron.

IN THE HOUSE OF REPRESENTATIVES

MAY 15, 2012

Mr. SCOTT of South Carolina introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To reduce temporarily the duty on ferroboron.

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. FERROBORON.**

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	Ferroboron to be used for manufacturing amorphous metal strip (CAS No. 11108–67–1) (provided for in subheading 7202.99.80)	3.4%	No change	No change	On or before 12/31/2015	”.
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8 (b) EFFECTIVE DATE.—The amendment made by
9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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