### UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109<sup>th</sup> Congress <sup>1</sup>

[Date approved: November 4, 2005]<sup>2</sup>

Bill No. and sponsor: H.R. 2424 (Mr. Jim Gerlach of Pennsylvania)
Proponent name, location: Arkema Inc., Philadelphia, PA.
Other bills on product (109th Congress only): None.
<b>Nature of bill:</b> Extension of temporary duty suspension through 12/31/2008.
Retroactive effect: None.
Suggested article description(s) for enactment (including appropriate HTS subheading(s)):
11-Aminoundecanoic acid (CAS No. 2432–99–7) (provided for in subheading 2922.49.40)
<ul> <li>Check one: X Same as that in bill as introduced.</li> <li>Different from that in bill as introduced (see Technical comments section).</li> </ul>
Product information, including uses/applications and source(s) of imports:

The subject product is reacted with polyols to form microcrystalline polyurethane foams, which are used to produce molded plastic parts for cars and light trucks. It is imported from Japan.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: David Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm">http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm</a>.

#### **Estimated effect on customs revenue:**

HTS subheading: <u>2922.49.40</u>									
$\bigg / \bigg /$	2005	2006	2007	2008	2009				
Col. 1-General rate of duty	4.2%	4.2%	4.2%	4.2%	4.2%				
Estimated value <i>dutiable</i> imports	\$17,200,000	\$17,200,000	\$29,000,000	\$25,000,000	\$27,000,000				
Customs revenue loss <u>1</u> /	\$722,400	\$722,400	\$1,218,000	\$1,050,000	\$1,134,000				

<sup>1/</sup> Estimated revenue loss for 2005 and 2006 results from a current suspension of duty per heading 9902.32.49.

Source of estimated dutiable import data: Industry estimates.

#### **Contacts with domestic firms/organizations (including the proponent):**

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?	
		(Yes/No)			
Arkema Inc. (Proponent) Charles Kitchen, 703-527-2099	9/12/2005	No	No	No	
DuPont Ms. Elaine M. Olsen, 302-992-2263 Ms. Sharee C. Lawler, 202-728-3664	9/09/2005	No	No	No	
Acros Organics USA/B.V.B.A. Ms. Ann Moorkens, 800-766-7000	9/12/2005	No	No	No	
BASF Corporation Mr. Greg Thies, 202-558-5100	9/12/2005	No	No	No	
Bayer Corporation Ms. Karen L. Niedermeyer, 412-777-2058	9/09/2005	No	No	No	
Ciba Specialty Chemicals John Deming, Fax: 302-479-5152	9/12/2005	No	No	No	
Dow Chemical Company Ms. Lisa Schroeter, 202-429-3400	9/09/2005	No	No	No	

EMS-Chemie North America, Inc. Mr. Urs Koeppel, 803-481-6190 Mr. Guiedo Hobi, 803-481-6141	9/12/2005	No	No	No
LANXESS Corporation Mr. Seth Tomei, 412-809-3664	9/09/2005	No	No	No
Solutia, Inc. Mr. Bob Hurley, 202-289-9800	9/12/2005	No	No	No
Yick-Vic Chems & Pharms. (HK) Ltd. Mr. Victor Leung, 852-2541-2772	9/12/2005	No	No	No

**Technical comments:**<sup>3</sup> None

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

#### 109TH CONGRESS 1ST SESSION

## H. R. 2424

To extend the temporary suspension of duty on 11-Aminoundecanoic acid.

#### IN THE HOUSE OF REPRESENTATIVES

May 18, 2005

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

### A BILL

To extend the temporary suspension of duty on 11-Aminoundecanoic acid.

- 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. 11-AMINOUNDECANOIC ACID.
- 4 (a) In General.—Heading 9902.32.49 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 11-Aminoundecanoic acid) is amended by striking "12/31/
- 7 2006" and inserting "12/31/2008".
- 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 enactment of this Act.

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