MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: August 2, 2006]²

Bill No. and sponsor: S. 2541 (Mr. James M. Talent of Missouri).

Proponent name, location: Novus International, St. Louis, MO.

Other bills on product (109th Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2009.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Ethoxyquin (1,2-dihydro-6-ethoxy-2,2,4-trimethylquinoline) (CAS No. 91-53-2) (provided for in subheading 2933.49.10).

Check one:

Same as that in bill as introduced.
 X Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

Ethoxyquin is a synthetic organic chemical that is used as a food preservative, typically in animal feed. It is also used to preserve color in some fruits and spices. The product is primarily imported from China and Korea.

Estimated effect on customs revenue:

HTS subheading: <u>2933.49.10</u>									
\searrow	2006	2007	2008	2009	2010				
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%				
Estimated value <i>dutiable</i> imports	\$6,600,000	\$6,600,000	\$6,600,000	\$6,600,000	\$6,600,000				
Customs revenue loss	\$429,000	\$429,000	\$429,000	\$429,000	\$429,000				

Source of estimated dutiable import data: Commission estimates.

¹ Industry analyst preparing report: Philip Stone (202-205-3424); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at <u>http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.</u>

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

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)	Submission attached?	Opposition noted?	
		(Yes/No)			
Novus International (Proponent) Jim DeLisi, 908-322-8440	05/09/2006	No	No	No	
BASF Greg Thies, Fax: 202-558-5101	05/09/2006	No	No	No	
Bayer CropScience Mike Gill, 202-508-8843 Karen L. Niedermeyer, Fax: 412-777-4740	05/09/2006	No	No	No	
Crop Life America Lawrence Norton, Fax: 202-463-0474	05/09/2006	No	No	No	
Dow AgroScience Max Turnipseed, Fax: 225-383-0590 Lisa Schroeter, Fax: 202-429-3467	05/09/2006	No	No	No	
DuPont Helen McMahon, Fax: 302-355-2994	05/09/2006	No	No	No	
FMC Jerry Prout, Fax: 202-956-5235	05/09/2006	No	No	No	
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614	05/09/2006	No	No	No	
Monsanto Corporation Michael Parrish, Fax: 202-789-1867 Linda Strachan, Fax: 202-789-1867	05/09/2006	No	No	No	
Syngenta Mike Blythe, Fax: 336-632-6084 Dawn Stomp, Fax: 202-347-7772	05/09/2006	No	No	No	
Valent USA Robin Demouth, Fax: 925-256-2776	05/09/2006	No	No	No	

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to provide the proper chemical name.

³ 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} 2D SESSION S. 2541

To suspend temporarily the duty on Quinoline, 6 ethoxy 1,2 dihydro 2,2,4 trimethyl.

IN THE SENATE OF THE UNITED STATES

April 5, 2006

Mr. TALENT introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To suspend temporarily the duty on Quinoline, 6 ethoxy 1,2 dihydro 2,2,4 trimethyl.

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. QUINOLINE, 6 ETHOXY 1,2 DIHYDRO 2,2,4 4 TRIMETHYL.

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.