UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: November 10, 2005]²

Bill No. and sponsor: H.R. 2575 (Mr. Jo Bonner of Alabama).

Proponent name, location: DuPont, Mobile, AL.

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

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

Retroactive effect: None.

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

Methyl thioglycolate (CAS No. 2365-48-2) (provided for in subheading 2930.90.90).

Check one: X Same as that in bill as introduced.

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

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

Methyl thioglycolate is synthetic organic chemical used as an intermediate in the production of an active ingredient for a herbicide. The end product is a post-emergence herbicide used for selective weed control on cereals, corn, and soybeans. It is imported from France and China.

Estimated effect on customs revenue:

HTS subheading: <u>2930.90.90</u>									
	2005	2006	2007	2008	2009				
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%				
Estimated value <i>dutiable</i> imports	\$1,600,000	\$1,700,000	\$1,800,000	\$1,900,000	\$2,000,000				
Customs revenue loss <u>1</u> /	\$59,200	\$62,900	\$66,600	\$70,300	\$74,000				

<u>1</u>/ The estimated revenue loss for 2005 and 2006 results from a temporary duty suspension under HTS heading 9902.32.55 that expires December 31, 2006.

Source of estimated dutiable import data: Industry estimates.

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 http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

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)		
DuPont (Proponent) Sharee Lawler, 202-728-3664 Nancy Johnson, Fax: 202-728-3649	09/01/2005 09/14/2005	No	No	No
AtoFina Cerex Charles Kitchin, Fax: 703-527-2092	09/14/2005	No	No	No
BASF Corporation Greg Thies, Fax: 202-558-5101	09/14/2005	No	No	No
Bayer Corporation Karen L. Niedermeyer, Fax: 412-777-4740 Williams Hensley, Fax: 202-628-6622	09/14/2005	No	No	No
Crop Life America Lawrence Norton, Fax: 202-463-0474	09/14/2005	No	No	No
Dow Agro Science Lisa Schroeter, Fax: 202-429-3467	09/14/2005	No	No	No
FMC Jerry Prout, Fax: 202-956-5235	09/14/2005	No	No	No
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614	09/14/2005	No	No	No
Monsanto Corporation Michael Parrish, Fax: 202-789-1867	09/14/2005	No	No	No
Syngenta Mike Blythe, Fax: 336-632-6084	09/14/2005	No	No	No
Valent USA Robin Demouth, Fax: 925-256-2776	09/14/2005	No	No	No

Technical comments:³ 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.

H. R. 2575

To extend the suspension of duty on Methyl thioglycolate (MTG).

IN THE HOUSE OF REPRESENTATIVES

May 24, 2005

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

A BILL

To extend the suspension of duty on Methyl thioglycolate (MTG).

- 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. METHYL THIOGLYCOLATE (MTG).
- 4 (a) In General.—Heading 9902.32.55 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 Methyl thioglycolate (MTG)) is amended by striking "12/
- 7 31/2006" and inserting "12/31/2009".
- 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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