



## 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/](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)):**

Ferroniobium (provided for in subheading 7202.93.80)

(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 used as an additive in steelmaking to increase the strength and toughness of steel. It is used in steel for oil and gas pipelines, car and truck bodies, steel structures, ships' hulls, and railroad rail. It is also used in certain grades of stainless steel. Dutiable imports are over 99 percent from Brazil. Ferroniobium is also called ferrocolumbium.

**IV. Estimated effect on customs revenue**

Subject product HTS subheading(s)	7202.93.80				
Item	2013	2014	2015	2016	2017
Col.1-general rate of duty or percentage point reduction (%)	5	5	5	5	5
Estimated value of <i>dutiable</i> imports (\$)	216,000,000	216,000,000	216,000,000	216,000,000	216,000,000
Customs revenue loss (\$)	10,800,000	10,800,000	10,800,000	10,800,000	10,800,000

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**

None

**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	American Iron and Steel Institute (Interested entity) Beth DeBrosse	202-452-7208	No	No	No
2	Ametek Reading Alloys Mike Myro	610-693-5822	No	No	No
3	AMG Vanadium Inc. Jim Carter	740-432-6345	No	No	No
4	Nucor Inc. Eileen Bradner	202-370-4332	No	No	No
5	Reference Metals Jim Boyle	412-221-7008	No	No	No

112<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# H. R. 5468

To suspend temporarily the duty on standard-grade ferroniobium or ferrocolombium.

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IN THE HOUSE OF REPRESENTATIVES

MAY 7, 2012

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

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## A BILL

To suspend temporarily the duty on standard-grade ferroniobium or ferrocolombium.

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. STANDARD-GRADE FERRONIOBIUM OR**  
4 **FERROCOLOMBIUM.**

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:

“	9902.01.00	Ferroniobium (provided for in subheading 7202.93.80)	Free	No change	No change	On or before 12/31/2015	”.
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1       (b) EFFECTIVE DATE.—The amendment made by  
2 subsection (a) applies to goods entered, or withdrawn from  
3 warehouse for consumption, on or after the 15th day after  
4 the date of the enactment of this Act.

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