UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress 1

	[Date approved: September 20, 2005] ²
Bill No. and sponsor: H. R.	2145 (Mr. Henry E. Brown of South Carolina)
Proponent name, location:	LANXESS Corp. Goose Creek, SC
Other bills on product (109th	Congress only): None.
Nature of bill: Temporary du	ty suspension through 12/31/2009.
Retroactive effect: None.	
Suggested article description	n(s) for enactment (including appropriate HTS subheading(s)):
2,2,4-Trimethyl-1,2-dihydroqu 3812.30.60).	uinoline polymer (CAS No. 26780-96-1) (provided for in subheading
	Same as that in bill as introduced. Different from that in bill as introduced (see Technical comments section).
Product information, include	ing uses/applications and source(s) of imports:

The product is sold under the trade name VULKANOX® HS/LG, known generically as TMQ, a polymerized quinoline derivative used as a general purpose antioxidant in rubber. This product was invented by B.F. Goodrich, and is manufactured in the United States by Noveon of Akron, OH. TMQ is supplied in yellow to amber colored lentil-shaped granules. It offers protection against oxidation and heat as well as against rubber poisons. The product is used in conjunction with p-phenylenediamines for heavily stressed technical rubber goods and tires. The product is also used in the automotive industry for the manufacturing of roll covers, buffers, conveyor and transmission belting, hoses, profiles and seals. It is also suitable for boots and footwear soles and heels. TMQ is known to be imported from several countries, including Germany, Brazil (GSP eligible), Italy, and the United Kingdom.

¹ Industry analyst preparing report: Ray Cantrell (202-205-3362); 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

Estimated effect on customs revenue:

HTS subheading: <u>3812.30.60</u>						
	2005	2006	2007	2008	2009	
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%	
Estimated value <i>dutiable</i> imports	\$6,450,000	\$5,900,000	\$6,000,000	\$6,200,000	\$6,400,000	
Customs revenue loss	\$419,250	\$383,500	\$390,000	\$403,000	\$416,000	

Source of estimated dutiable import data: Commission and 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)		
LANXESS Corporation (Petitioner) Mr. Seth Tomei Phone: 412-809-3664 Ms. Jamie Schaeffer Phone: 412-809-3666 Mr. Steve Ziehm Phone: 202-872-8181	05/03/2005 05/04/2005 05/04/2005	No	No	No
Bann Quimica Ltda. Mr. Renata Campos Phone: 9-011-55-11-3755-5100	05/05/2005	No	Yes	No
Chemtura Corporation Ms. Liz Thomasino Phone: 203-573-2644	05/05/2005	No	No	No
Dow Chemical Company Ms. Lisa Schroeder Phone: 202-429-3400	08/03/2005	No	No	No
Flexsys America L.P. Mr. Byron Towe Phone: 330-668-8273	08/05/2005	No	No	No
Lubrizol Corporation David Cowen, 440-943-4200	08/15/2005	Yes	Yes	Yes
Noveon, Incorporated Mr. Pete Getzinger 330-374-3577	08/05/2005	Yes	No	No

Technical comments: None.³

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.

H. R. 2145

To suspend temporarily the duty on TMQ.

IN THE HOUSE OF REPRESENTATIVES

May 5, 2005

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

A BILL

To suspend temporarily the duty on TMQ.

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. TMQ.							
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:							
	" 9902.06.09 2,2,4-Trimethyl-1,2-dihydroquinoline polymer (CAS No. 26780–96–1) (provided for in subheading 3812.30.60)							

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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