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

[Date approved: December 13, 2005]<sup>2</sup>

Bill No. and sponsor: H.R. 2697 (Mrs. Sue Wilkins Myrick of North Carolina).

Proponent name, location: DyStar L.P., Charlotte, NC.

Other bills on product (109<sup>th</sup> Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2008.

Retroactive effect: None.

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

Chromate (2-), [2,4-dihydro-4-[[2-(hydroxy- $\kappa$ O)-4-nitrophenyl]azo- $\kappa$ N1]-5-methyl-3H-pyrazol-3-onato(2-)- $\kappa$ O3][3-[[4,5-dihydro-3-methyl1-(4-methylphenyl)-5-(oxo- $\kappa$ O)-1H-pyrazol-4-yl]azo- $\kappa$ N]-4-(hydroxy)-5-nitrobenzeneslfonato(3-)]-, disodium salt (Acid Red 414) (CAS No. 152287-09-7) (provided for in subheading 3204.12.45).

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:**

The subject product is a synthetic organic acid dye used in the textile industry. It is imported from Germany.

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

HTS subheading: <u>3204.12.45</u>								
$\searrow$	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	\$128,500	\$128,500	\$134,500	\$141,700	\$141,700			
Customs revenue loss	\$8,353	\$8,353	\$8,743	\$9,211	\$9,211			

Source of estimated dutiable import data: Industry estimates.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Stephen Wanser (202-205-3363); 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 <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	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
		(Yes/No)		
DyStar L.P. (Proponent) Ron Pedemonte, 704-561-2651	09/20/2005	No	No	No
BASF, Functional Polymers Bus. Group Joseph Breunig, 704-587-7900	09/30/2005	No	No	No
Bayer Corporation, Karen Niedermeyer, 412-777-2058	09/30/2005	No	No	No
Ciba Specialty Chemicals Michelle Forte, 914-785-2483	09/30/2005	No	No	No
Clariant Corporation, Andy Zamoyski 401-823-2700	09/20/2005	No	No	No
Day-Glo Corporation Richard Thornton, 216-391-7070	09/30/2005	No	No	No
ETAD Tucker Helms, PhD, 202-721-4154	09/30/2005	No	No	No
Everlight, USA, Inc., Scott Chen, 704-558-1004	09/30/2005	No	No	No
Fanwood Chemical Inc. Mr. V.M. (Jim) DiLisi, 908-322-8440	09/30/2005	No	No	No
Milliken Industries, Ray Saunders, 864-503-1618	09/30/2005	No	No	No
Passaic Color, John Wojciechowski, 973-279-0400	09/30/2005	No	No	No
Rohm & Haas, Steven Volger, 215-592-3425	09/30/2005	No	No	No
Sensient Color Inc., Dan Victor, 314-286-7167	09/30/2005	No	No	No

## **Technical comments:**<sup>3</sup>

 $<sup>\</sup>overline{}^{3}$  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.

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to insert the proper Coordination Bond Site Indicators, to insert the common dye name in parentheses after the chemical name, and to insert the correct CAS number.

## 109TH CONGRESS 1ST SESSION H.R. 2697

To suspend temporarily the duty on Chromate(2-), [2,4-dihydro-4-[[2-(hydroxy-kO)-4-nitrophenyl]azo-kN1]-5-met hyl-3H-pyrazol-3-onato(2-)kO3][3-[[4,5-dihydro-3-methyl-1-( 4-methylphenyl)-5-(oxo-kO)-1Hpyrazol-4-yl]azo-kN1]-4-(hydro xy-kO)-5-nitrobenzenesulfonato(3-)]-, disodium.

### IN THE HOUSE OF REPRESENTATIVES

MAY 26, 2005

Mrs. MYRICK introduced the following bill; which was referred to the Committee on Ways and Means

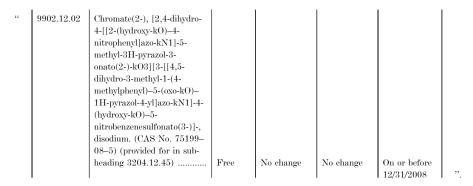
# A BILL

To suspend temporarily the duty on Chromate(2-), [2,4dihydro-4-[[2-(hydroxy-kO)-4-nitrophenyl]azo-kN1]-5met hyl-3H-pyrazol-3-onato(2-)-kO3][3-[[4,5-dihydro-3methyl-1-( 4-methylphenyl)-5-(oxo-kO)-1H-pyrazol-4yl]azo-kN1]-4-(hydro xy-kO)-5-nitrobenzenesulfonato(3-)]-, disodium.

1 Be it enacted by the Senate and House of Representa-

2 tives of the United States of America in Congress assembled,

1 SECTION 1. CHROMATE(2-), [2,4-DIHYDRO-4-[[2-(HYDROXY-2 KO)-4-NITROPHENYL]AZO-KN1]-5-METHYL-3H-3 PYRAZOL-3-ONATO(2-)-KO3][3-[[4,5-DIHYDRO-3-4 METHYL-1-(4-METHYLPHENYL)-5-(OXO-KO)-1H-5 PYRAZOL-4-YL]AZO-KN1]-4-(HYDROXY-KO)-5-6 NITROBENZENESULFONATO(3-)]-, DISODIUM. 7 (a) IN GENERAL.—Subchapter II of chapter 99 of 8 the Harmonized Tariff Schedule of the United States is 9 amended by inserting in numerical sequence the following new heading: 10



(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 enactment of this Act.

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