UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress 1

[Date approved: June 9, 2006]²

Bill No. and sponsor: S. 2472 (Mr. Mike DeWine of Ohio).

Proponent name, location: Day-Glo Corporation, Cleveland OH.

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)):

3,6-Bis(ethylamino)-9-[2-(methoxycarbonyl)phenyl]-2,7-dimethyl-xanthylium chloride (Basic Red 1:1) (Rhodamine 4F) (CAS No. 3068-39-1) (provided for in subheading 3204.13.60).

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 fluorescent dye that is used as a color component in the production of fluorescent pigments. The subject product is imported from China and India.

Estimated effect on customs revenue:

HTS subheading: <u>3204.13.60</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	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000				
Customs revenue loss	\$14,625	\$14,625	\$14,625	\$14,625	\$14,625				

Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Stephen Wanser (202-205-3363); 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	Claims US makes same or competing product(s)?	Submission attached?	Opposition noted?	
			(Yes/No)		
Day-Glo Corporation (Proponent) Richard Thornton, 216-391-7070	04/20/2006	No	No	No	
BASF Greg Theis, 703-255-7142	04/20/2006	No	No	No	
Bayer Corporation Karen Niedermeyer, 412-777-2058	04/20/2006	No	No	No	
Ciba Specialty Chemicals Michelle Forte, 914-785-2483	04/20/2006	No	No	No	
Clariant Corporation Nick Altman, 704-822-2701 Andy Zamoyski, 401-823-2700	04/20/2006	No	No	No	
Dystar L.P. Ron Pedemonte, 704-561-2651	04/20/2006	No	No	No	
ETAD Tucker Helms, PhD, 202-721-4154	04/20/2006	No	No	No	
Everlight, USA, Inc. Scott Chen, 704-558-1004	04/20/2006	No	No	No	
Fanwood Chemical Inc. Mr. V.M. (Jim) DiLisi, 908-322-8440	04/20/2006	No	No	No	
Milliken Industries Ray Saunders, 864-503-1618	04/20/2006	No	No	No	
Passaic Color John Wojciechowski, 973-279-0400	04/20/2006	No	No	No	
Rohm & Haas Steven Volger, 215-592-3425	04/20/2006	No	No	No	
Sensient Color Inc. Dan Victor, 314-286-7167	04/20/2006	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 include the proper chemical name. In addition, the Commission suggests that the phrase "striking subheading 9902.70.03 and" in line 6 of the bill be deleted because that heading does not relate to the subject product.

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.

S. 2472

To suspend temporarily the duty on Basic Red 1:1 Dye.

IN THE SENATE OF THE UNITED STATES

March 29, 2006

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

A BILL

To suspend temporarily the duty on Basic Red 1:1 Dye.

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- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. BASIC RED 1:1 DYE.
- 4 (a) In General.—Subchapter II of chapter 99 of
- 5 the Harmonized Tariff Schedule of the United States is
- 6 amended by striking subheading 9902.70.03 and inserting
- 7 in numerical sequence the following new heading:

"	9902.32.03	Basic Red 1:1 Dye (CAS					ĺ
		No. 3068-39-1) (provided					İ
		for in subheading					İ
		3204.13.60)	Free	No change	No change	On or before	İ
				_		12/31/2009	,,,

- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies with respect to goods entered, or

- 1 withdrawn from warehouse for consumption, on or after
- 2 the 15th day after the date of the enactment of this Act.

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