

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 109th Congress¹**

[Date approved: December 16, 2005]²

Bill No. and sponsor: H.R. 2825 (Mr. John M. Spratt Jr. of South Carolina).

Proponent name, location: Clariant Corp., Coventry, RI.

Other bills on product (109th 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)):

4-Chloro-3-[[3-(4-methoxyphenyl)-1,3-dioxopropyl]-amino]-dodecyl ester (CAS No. 33942-96-0)
(provided for in subheading 2924.29.71).

Check one: 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:

The subject product is a synthetic organic chemical used to make other organic chemicals. It is imported from India.

Estimated effect on customs revenue:

HTS subheading: <u>2924.29.71</u>					
	2005	2006	2007	2008	2009
Col. 1-General rate of duty					
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports <u>1/</u>	\$365,000	\$365,000	\$365,000	\$365,000	\$365,000
Customs revenue loss	\$23,725	\$23,725	\$23,725	\$23,725	\$23,725

1/ The proponent imports this product under the Temporary Importation Bond (TIB) program which allows importers to post a bond rather than pay duties. The importer must then export or destroy the imported material within a specified time frame. Dutiable imports are effectively negligible. The proponent wants the temporary duty suspension to avoid the costs incurred in processing TIB filings. Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Jeff Clark (202-205-3318); 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?
Clariant Corp. (Proponent) Andrew Zamoyski, 401-823-2230	09/02/2005 09/04/2005	No	No	No
BASF Corp. Tom Coleman, 202-289-3900	09/12/2005	No	No	No
Bayer Corp. Karen Niedermayer, 412-777-2058	09/12/2005	No	No	No
E. I. du Pont de Nemours and Company Elaine Olsen, 302-992-2263	09/12/2005	No	No	No
Eli Lilly Kathryn Karol, 202-393-7950	09/15/2005	No	No	No
Lonza, Inc. Ray Esposito, 201-316-9200	09/15/2005	No	No	No
Valent USA Robin Demouth, 925-256-2776	09/12/2005	No	No	No

Technical comments:³ None.

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.

109TH CONGRESS
1ST SESSION

H. R. 2825

To suspend temporarily the duty on 4-Chloro-3-[[3-(4-methoxyphenyl)-1,3-dioxopropyl]-amino]-do decyl ester.

IN THE HOUSE OF REPRESENTATIVES

JUNE 8, 2005

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

A BILL

To suspend temporarily the duty on 4-Chloro-3-[[3-(4-methoxyphenyl)-1,3-dioxopropyl]-amino]-do decyl ester.

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. 4-CHLORO-3-[[3-(4-METHOXYPHENYL)-1,3-**
4 **DIOXOPROPYL]-AMINO]-DODECYL ESTER.**

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:

“	9902.09.01	4-Chloro-3-[[3-(4-methoxyphenyl)-1,3-dioxopropyl]-amino]-dodecyl ester (CAS No. 33942-96-0) (provided for in sub-heading 2924.29.71)	Free	No change	No change	On or before 12/31/2008	”.
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1 (b) **EFFECTIVE DATE.**—The amendment made by
2 subsection (a) applies with respect to goods entered, or
3 withdrawn from warehouse for consumption, on or after
4 the 15th day after the date of the enactment of this Act.

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