

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. 2887 (Mr. Steve Chabot of Ohio).

Proponent name, location: Sun Chemical Corp., Cincinnati, OH.

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)):

1-Hydroxy-2-Naphthoic acid (CAS No. 86-48-6) (provided for in subheading 2918.29.04).

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 intermediate used to produce certain pigments. It is imported from China.

Estimated effect on customs revenue:

HTS subheading: <u>2918.29.04</u>					
	2005	2006	2007	2008	2009
Col. 1-General rate of duty	5.8%	5.8%	5.8%	5.8%	5.8%
Estimated value <i>dutiable</i> imports	\$35,000	\$35,000	\$35,000	\$35,000	\$35,000
Customs revenue loss	\$2,030	\$2,030	\$2,030	\$2,030	\$2,030

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	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
Sun Chemical Corp. (Proponent) Mr. Ed Faulkner, 513-681-5950	09/30/2005	No	No	No
Allegheny Color Corp., Mr. Jon Gallisdorfer, 815-741-2588	09/30/2005	No	No	No
Apollo Color, Inc., Mr. Tom Rogers, 815-722-3965	09/30/2005	No	No	No
BASF Corp., Mr. Phil Webb, 704-398-25888	09/30/2005	No	No	No
CDR Pigments & Dispersions, Rucker Wickline, 270-737-1700	09/30/2005	No	No	No
Ciba Specialty Chemical Corp., Mr. John Demming, 202-857-5200	09/30/2005	No	No	No
Clariant Corp. Mr. Andy Zamoyski, 401-823-2230	09/20/2005	No	No	No
Color Pigments Manufacturing Association, Mr. Larry Robinson, 703-684-4044	09/30/2005	No	No	No
Diacolor-Pope, Mr. Bob Turkos, 973-279-2702	09/30/2005	No	No	No
Engelhard Corporation, Roland Valin, 732-205-7144	09/30/2005	No	No	No
Fanwood Chemical Co., Mr Jim DeLisi, 908-322-8440	09/30/2005	No	No	No
Galaxie Chemical Corp., Mr. Richard Caldwell, 973-279-0558	09/30/2005	No	No	No
Magruder Color Co., Inc., Mr. Joel Weissglass, 973-241-1300	09/30/2005	No	No	No
Mason Color Works, Inc. Ms. Carol Mason Cronin, 330-385-4400	09/30/2005	No	No	No
Max Marx Color Corp., Mr. Walter Sichel, 973-373-7801	09/30/2005	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 use the same chemical name that is used in HTS subheading 2918.29.04.

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. 2887

To suspend temporarily the duty on Alpha Oxy Naphthoic Acid.

IN THE HOUSE OF REPRESENTATIVES

JUNE 14, 2005

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

A BILL

To suspend temporarily the duty on Alpha Oxy Naphthoic
Acid.

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. ALPHA OXY NAPHTHOIC ACID.**

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:

“	9902.11.11	2 Naphthylencarboxylic Acid, 1 Hydroxy (CAS No. 86-48-6) (provided for in subheading 2918.29.04)	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 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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