UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: June 10, 2008]²

Bill No. and sponsor: H.R. 4698 (Mr. John M. Spratt Jr. of South Carolina).

Proponent name, 3 location: Nation Ford Chemical, Fort Mill, SC.

Other bills on product (110th Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2011.

Retroactive effect: None.

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

2-Methylquinoline (CAS No. 91-63-4) (provided for in subheading 2933.49.70).

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, commonly known as quinaldine, is a liquid that is derived from coal-tar distillation. The chemical is used to make yellow smoke dye for the U.S. Army. It is imported from China, Japan, and Germany.

Estimated effect on customs revenue:

HTS subheading: <u>2933.49.70</u>										
\searrow	2009	2010	2011	2012	2013					
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%					
Estimated value <i>dutiable</i> imports	\$7,500,000	\$7,500,000	\$7,500,000	\$7,500,000	\$7,500,000					
Customs revenue loss <u>1</u> /	\$487,500	\$487,500	\$487,500	\$487,500	\$487,500					

Source of estimated dutiable import data: U.S. industry estimates.

Contacts with domestic firms/organizations (including the proponent):

¹ Industry analyst preparing report: Robert Randall (202-205-3366); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tata/hts/other/rel_doc/bill_reports/.

³ The sponsor/proponent did not identify any additional beneficiaries of this bill.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Nation Ford Chemical (Proponent) John A. Dickson, 803-548-3210	04/25/2008	No	No	No
American Chemistry Council Marty Durbin, Fax: 703-741-6097	04/25/2008	No	No	No
Apollo Color, Inc. Dave Klebine, Fax: 815-741-2599	04/25/2008	No	No	No
BASF David Bushnell, Fax: 301-654-8336 Greg Thies, Fax: 202-558-5101	04/25/2008	No	No	No
Bayer Chemicals Julie Van Egmund, Fax: 202-737-8909 Karen L. Niedermeyer, Fax: 412-777-4740	04/25/2008	No	No	No
Biddle Sawyer William Thonack, Fax: 212-239-1089	04/25/2008	No	No	No
Chemtura Corp. Matt Mattingley, Fax: 202-463-8497 Lloyd Moon, Fax: 203-573-2686	04/25/2008	No	No	No
Ciba Specialty Chemicals Robert Hurley, Fax: 202-289-3588	04/25/2008	No	No	No
Clariant Corp. Andy Zamoyski, Fax: 202-248-9043	04/25/2008	No	No	No
Dow Chemical Company Lisa Schroeter, 202-429-3467	04/25/2008	No	No	No
DuPont Helen C. McMahon, Fax: 302-355-2994	04/25/2008	No	No	No
Emerald Performance Chemicals Tom Dirmyer, Fax: 330-315-6480	04/25/2008	No	No	No
Galaxie Chemical Corp. Michael Santoro, Jr., Fax: 973-790-7104	04/25/2008	No	No	No
Honeywell Art Simonetti, Fax: 202-662-2675	04/25/2008	No	No	No
Huntsman Corp. John Deming, Fax: 302-479-5499	04/25/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	04/25/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?		
		(Yes/No)				
PMC Inc. Gordon McCollough, Fax: 513-482-7884	04/25/2008	No	No	No		
Rhodia Dominick Cangiano, Fax: 609-860-2256	04/25/2008	No	No	No		
Solutia, Inc. Kassie D. Wooten, Fax: 314-674-1585	04/25/2008	No	No	No		
Sun Chemical Corp. Steve Schmidt, Fax: 513-681-4960	04/25/2008	No	No	No		

Technical comments:⁴

The Commission staff notes that there should be no space between "2-Methyl" and "quinoline".

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.4698

To suspend temporarily the duty on Quinaldine.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 13, 2007

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

A BILL

To suspend temporarily the duty on Quinaldine.

1	Be it	enacted	by	the	Senate	and	House	of	Representa-
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- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. QUINALDINE.
- 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:

"	9902.01.00	2-Methyl quinoline (CAS No. 91–63–4) (provided for in subheading 2933.49.70)	Free	No change	No change	On or before	,,
		subnouting 2000:10:10)	1100	110 change	110 change	12/31/2011	,

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

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

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