MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: August 26, 2008]²

Bill No. and sponsor: H.R. 5249 (Mr. Melvin L. Watt of North Carolina).

Proponent name,³ location: Quality Colors LLC, High Point, NC.

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

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

Retroactive effect: None.

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

Acid blue 324 (4-[[3-(acetylamino)phenyl]amino]-1-amino-9,10-dihydro-9,10-dioxo-2anthracenesulfonic acid, monosodium salt) (CAS No. 70571-81-2) (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 dyestuff that is used to dye textiles. The product is imported from Germany and Indonesia.4

Estimated effect on customs revenue:

HTS subheading: <u>3204.12.45</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	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000					
Customs revenue										
loss 1/	\$0	\$65,000	\$65,000	\$65,000	\$65,000					

1/ There is an existing duty suspension under HTS heading 9902.25.02 that expires on December 31, 2009. Therefore, there will be no customs revenue loss related to this bill in 2009.

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

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

¹ Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: Dave Michels (202-205-3440).

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

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

⁴ Imports of the subject product from Indonesia are eligible for duty-free treatment under the Generalized System of Preferences.

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same or competing	attached?	noted?
		product(s)?	(X 7(N 1)	
Orality Calary U.C. (Descence)	05/01/2009	N	(Yes/No)	
Quality Colors LLC (Proponent) Kent Williams, 704-517-7964	05/01/2008	No	No	No
Arkema	05/01/2008	No	No	No
Charles Kitchen, Fax: 215-419-7075				
BASF Corp.	05/01/2008	No	No	No
Greg Thies, 202-904-2332				
Bayer	05/01/2008	No	No	No
Mike Gill, 202-508-8843				
Carey Industries, Inc.	05/01/2008	No	No	No
Raymond J. Carey, Fax: 203-791-2762				
Ciba Specialty Chemicals Corp.	05/01/2008	No	No	No
Michelle Forte, Fax: 914-785-4831				
Clariant Corp.	05/01/2008	No	No	No
Andrew Zamoyski, 202-415-9159	0.5/01/0000			
Color Resources Int'l Inc.	05/01/2008	No	No	No
Wayne Jones, Fax: 864-862-6824	07/01/2000	NT	N	ŊŢ
Colorants & Textile Leather Chemicals	05/01/2008	No	No	No
Michael Strumpp, Fax: 973-426-3542 ColorChem	05/01/2008	No	No	No
Steve Printz, Fax: 770-993-4780	05/01/2008	INO	INO	INO
CPMA	05/01/2008	No	No	No
Larry Robinson, Fax: 703-684-1795	03/01/2008	INU	NO	NU
Day-Glo	05/01/2008	No	No	No
Richard Thornton, Fax: 216-391-1408	03/01/2000	110	110	110
DyStar L.P.	05/01/2008	No	No	No
Van Hawkins, Fax: 704-561-3005	00,01,2000	110	110	110
ESCO Company	05/01/2008	No	No	No
Bruce Rice, 231-726-3106				
ETAD	05/01/2008	No	No	No
Tucker Helms, Fax: 202-296-8120				
Everlight USA, Inc.	05/01/2008	No	No	No
Scott Chen, Fax: 704-588-1004				
Fanwood Chemical, Inc.	05/01/2008	No	No	No
Jim DeLisi, Fax: 908-322-8494				
Fuji Film Imaging Colorants Inc.	04/04/2008	No	No	No
Michael Gill, 202-508-8843				
Pat McGlinchey, Fax: 302-447-8103				
Huntsman International LLC	05/01/2008	No	No	No
John Deming, Johndeming@aol.com				

Name of firm/organization	Date contacted	Claim US makes same or competing	Submission attached?	Opposition noted?
		product(s)?		
			(Yes/No)	
Kemira Chemicals Inc.	05/01/2008	No	No	No
Carolina Parez, Fax: 770-433-7672				
Milliken Industries	05/01/2008	No	No	No
Ray Sanders, Fax: 864-503-1618				
Monsanto Corp.	05/01/2008	No	No	No
Linda Strachan, Fax: 202-783-2467				
Nations Ford Chemical Co.	05/01/2008	No	No	No
John Dickson, 803-548-3210 (ext 14)				
Noveon	05/01/2008	No	No	No
Tom Dirmeyer, Fax: 512-841-4841				
Noviant	05/01/2008	No	No	No
Paul Schmidt, Fax: 512-841-4841				
Passaic Color	05/01/2008	No	No	No
John Wojciechowski, Fax: 973-279-3175				
Rohm & Haas	05/01/2008	No	No	No
Geoff Hurwitz, Fax: 703-741-5881				
Roma Color, Inc.	05/01/2008	No	No	No
Andrew Blum, Fax: 508-676-9011				
Sensient Technical Colors	05/01/2008	No	No	No
Dan Victor, Fax: 610-582-6663				
United Color Co.	05/01/2008	No	No	No
Tom Nowakowski, Fax: 215-860-8560				
Yorkshire Americas, Inc.	05/01/2008	No	No	No
Allen Hughes, Fax: 704-376-3091				

Technical comments:⁵

The Commission staff suggests that the article description in HTS heading 9902.25.02 be amended as shown on page 1 of this report to include the Color Index name, "Acid Blue 324", at the beginning of the article description.

⁵ 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.

^{110TH CONGRESS} 2D SESSION H.R. 5249

To extend the temporary suspension of duty on 4-[[3-(Acetylamino)phenyl]amino]-1-amino-9,10-dihydroanthracenesulfonic acid, monosodium salt.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 7, 2008

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

A BILL

To extend the temporary suspension of duty on 4-[[3-(Acetylamino)phenyl]amino]-1-amino-9,10-dihydro- 9,10dioxo-2-anthracenesulfonic acid, monosodium salt.

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-[[3-(ACETYLAMINO)PHENYL]AMINO]-1-AMINO-

4 9,10-DIHYDRO- 9,10-DIOXO-25 ANTHRACENESULFONIC ACID, MONOSODIUM
6 SALT.

7 (a) IN GENERAL.—Heading 9902.25.02 of the Har8 monized Tariff Schedule of the United States (relating to
9 4-[[3-(Acetylamino)phenyl]amino]-1-amino-9,10-dihydro-

9,10-dioxo-2-anthracenesulfonic acid, monosodium salt) is
 amended by striking "12/31/2009" and inserting "12/31/
 2011".

4 (b) EFFECTIVE DATE.—The amendment made by
5 subsection (a) applies to goods entered, or withdrawn from
6 warehouse for consumption, on or after the 15th day after
7 the date of the enactment of this Act.

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