

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 110th Congress**¹

[Date approved: June 19, 2008]²

Bill No. and sponsor: H.R. 4954 (Mr. David Davis of Tennessee).

Proponent name,³ location: Eastman Chemical Company, Kingsport, TN.

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)):

2,4-Xylidine (CAS No. 95-68-1) (provided for in subheading 2921.49.10).

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 that is used to produce a ketene derivative at the proponent's plant in Kingsport, Tennessee. The ketene derivative is, in turn, used to make pigments. The subject product may also be used as a color-former for manufacturing thermal paper. The subject product is imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>2921.49.10</u>					
	2009	2010	2011	2012	2013
Col. 1-General rate of duty	5.8%	5.8%	5.8%	5.8%	5.8%
Estimated value <i>dutiable</i> imports	\$2,600,000	\$2,600,000	\$2,600,000	\$2,600,000	\$2,600,000
Customs revenue loss 1/	\$0	\$150,800	\$150,800	\$150,800	\$150,800

1/ There is an existing duty suspension under HTS heading 9902.10.43 that expires on December 31, 2009. Therefore, there will be no Customs revenue loss related to this bill for 2009.

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

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

¹ Industry analyst preparing report: Jack Greenblatt (202-205-3353); 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 identified no 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)		
Eastman Chemical Company (Proponent) Greg Riddle, 212-835-1620	04/24/2008	No	No	No
Abbott Elaine Leavenworth, Fax: 202-783-6631	05/02/2008	No	No	No
BASF Corp. Gregory Thies, Fax: 703-255-7142	05/02/2008	No	No	No
Bayer Corp. Karen Niedermeyer, Fax: 412-777-4740	05/02/2008	No	No	No
Biddle Sawyer William Thonack, Fax: 212-239-1089	05/02/2008	No	No	No
Ciba Specialty Chemicals Michelle Forte, Fax: 914-785-4381	05/02/2008	No	No	No
Chemtura Corp. Matt Mattingley, Fax: 202-463-8498	05/02/2008	No	No	No
Clariant Corp. Andrew Zamoyski, Fax: 202-248-9043	05/02/2008	No	No	No
Dow Chemical/Dow Agro Science Max Turnipseed, Fax: 225-383-0590	05/02/2008	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	05/02/2008	No	No	No
Emerald Performance Materials, LLC Tom Dirmyer, Fax: 330-315-6480	05/02/2008	No	No	No
Honeywell International Art Simonetti, Fax: 202-662-2675	05/02/2008	No	No	No
Monsanto Corp. Grant Erdel, Fax: 202-789-1867	05/02/2008	No	No	No
Rhodia Dominick Cangiano, Fax: 609-860-2256	05/02/2008	No	No	No
Solutia Corp. Kassie Wooton, Fax: 314-674-1585	05/02/2008	No	No	No

Technical comments:⁴

None.

⁴ 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. 4954

To extend the duty suspension on 2,4-Xylidine.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 15, 2008

Mr. DAVID DAVIS of Tennessee introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To extend the duty suspension on 2,4-Xylidine.

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. 2,4-XYLIDINE.**

4 (a) IN GENERAL.—Heading 9902.10.43 of the Har-
5 monized Tariff Schedule of the United States (relating to
6 2,4-Xylidine) is amended by striking “12/31/2009” and
7 inserting “12/31/2011”.

8 (b) EFFECTIVE DATE.—The amendment made by
9 subsection (a) applies with respect to goods entered, or
10 withdrawn from warehouse for consumption, on or after

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1 the date that is 15 days after the date of enactment of
2 this Act.

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