UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: August 25, 2008]²

Bill No. and sponsor: H.R. 5291 (Mr. Mike Ferguson of New Jersey).

Proponent name, location: Honeywell International, Inc., Morristown, N.J.

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)):

4-[4-[3-[4-(Dimethylamino)phenyl]-2-propenylidene]-4,5-dihydro-3-methyl-5-oxo-1H-pyrazol-1-yl] benzenesulfonic acid, compound with N,N-diethylethanamine (1:1) (Acid Violet 520T Pina) (CAS No. 109940-17-2) (provided for under subheading 3204.12.45); 4-[3-[3-carboxy-5-hydroxy-1-(4-sulfophenyl)-1H-pyrazole-4-yl]-2-propenylidene]-4,5-dihydro-5-oxo-1-(4-sulfophenyl)-1H-pyrazole-3-carboxylic acid, sodium salt, compound with N,N-diethylethanamine (CAS No. 90066-12-9) (provided for in subheading 2933.19.37); 4-[4,5-dihydro-4-[[5-hydroxy-3-methyl-1- (4-sulfophenyl)- 1H- pyrazol-4-yl]methylene]-3-methyl-5-oxo-1H-pyrazol-1-yl]benzenesulfonic acid, dipotassium salt (CAS No. 94266-02-1) (provided for in subheading 2933.19.37); 4-[4-[[4-(dimethylamino)-phenyl]methylene]- 4,5-dihydro-3-methyl-5-oxo-1H-pyrazol-1-yl]benzenesulfonic acid, potassium salt (CAS No. 27268-31-1) (provided for in subheading 2933.19.37); 4,5-dihydro-5-oxo-4-[(phenylamino)methylene]-1-(4-sulfophenyl)-1H-pyrazole-3-carboxylic acid, disodium salt (provided for in subheading 2933.19.37); and 4-[5-[3-carboxy-5-hydroxy-1-(4-sulfophenyl)-1H-pyrazol-4-yl]-2,4-pentadienylidene]-4,5-dihydro-5-oxo-1-(4-sulfophenyl)-1H-pyrazole-3-carboxylic acid, tetrapotassium salt (CAS No. 134863-74-4) (provided for in subheading 2933.19.37).

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 products are dyes that are added to silver halide photographic film emulsions predominantly for silver halide color print paper. Color print papers have several layers that are sensitive to the elemental colors yellow, magenta, and cyan (negative photo print paper). The subject dyes are added to balance the sensitivities of the individual layers to achieve an overall best color match performance of the print paper. The subject dyes are imported from Germany.

Estimated effect on customs revenue:

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 did not identify any additional beneficiaries of this bill.

Total Estimated Revenue Loss for this Bill							
\searrow	2009	2010	2011	2012	2013		
Customs revenue loss 1/	\$0	\$24,960	\$24,960	\$24,960	\$24,960		

1/ There is an existing duty suspension under HTS heading 9902.29.34 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 estimates.

HTS subheading: <u>2933.19.37</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							
dutiable imports	\$192,000	\$192,000	\$192,000	\$192,000	\$192,000		
Customs revenue							
loss 1/	\$0	\$12,480	\$12,480	\$12,480	\$12,480		

1/ There is an existing duty suspension under HTS heading 9902.29.34 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 estimates.

HTS subheading: <u>3204.12.45</u>							
$ \nearrow \! \! \! \! \! \! \! \! \! \! \! \! \! \! \! \! \! \! $	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	\$192,000	\$192,000	\$192,000	\$192,000	\$192,000		
Customs revenue loss 1/	\$0	\$12,480	\$12,480	\$12,480	\$12,480		

^{1/} There is an existing duty suspension under HTS heading 9902.29.34 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 estimates.

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

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Honeywell International, Inc. (Proponent) Art Simonetti, 202-662-2671	05/20/2008	No	No	No
BASF Corp., Functional Polymers Group Cenan Ozmeral, Fax: 704-587-7903	06/02/2008	No	No	No
Bayer Corp. Karen Niedermeyer, Fax: 412-777-4740	06/02/2008	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or	Submission attached?	Opposition noted?
	contacted	competing product(s)?	attacheu.	noteu.
		produce(s):	(Yes/No)	
Ciba Specialty Chemicals Corp.	06/02/2008	No	No	No
Michelle Forte, Fax: 914-785-4831				
Clariant Corporation	06/02/2008	No	No	No
Andrew Zamoyski, Fax: 202-248-9043				
CPMA	06/02/2008	No	No	No
Larry Robinson, Fax: 703-684-1795				
ColorChem	06/02/2008	No	No	No
Steve Printz, Fax: 770-993-4780				
Color Resources International, Inc.	06/02/2008	No	No	No
Wayne Jones, Fax: 864-862-6824				
Day-Glo	06/02/2008	No	No	No
Richard Thornton, Fax: 216-391-1408				
DyStar L.P.	06/02/2008	No	No	No
Ron Pedemonte, Fax: 704-561-3005				
ETAD	06/02/2008	No	No	No
Tucker Helms, Fax: 202-296-8120				
Everlight USA, Inc.	06/02/2008	No	No	No
Scott Chen, Fax: 704-588-0051				
Fanwood Chemical	06/02/2008	No	No	No
Jim DeLisi, Fax: 908-322-8440				
Fujifilm Imaging Colorants, Inc.	06/02/2008	No	No	No
Mike Gill, Fax: 202-628-5116				
Huntsman International LLC	06/02/2008	No	No	No
John Deming, 302-479-5499				
LANXESS Corporation	06/02/2008	No	No	No
Jamie Schaeffer, 412-809-3614				
Lubrizol	06/02/2008	No	No	No
Gregory Perun, Fax: 832-260-7340	0.5/0.0/0.00			
Milliken	06/02/2008	No	No	No
Ray Sanders, Fax: 864-503-1618	0.5/0.2/2.000			
Monsanto	06/02/2008	No	No	No
Grant Erdel, Fax: 202-789-1867	0.6/02/2000	3.7	N.T.	N.
NFC	06/02/2008	No	No	No
John Dickson, Fax: 803-548-2683	0.6/02/2000	3.7	N.T.	N.
Passaic Color	06/02/2008	No	No	No
John Wojciechowski, Fax: 973-279-3175	06/02/2000	NT -	NT -	NT.
Rohm & Haas	06/02/2008	No	No	No
Steven Volger, Fax: 215-592-2550	06/02/2000	NT -	NT -	NT.
Sensient Color Inc.	06/02/2008	No	No	No
Ken Goldacker, Fax: 314-658-7318				

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same or competing product(s)?	attached?	noted?
			(Yes/No)	
United Color	06/02/2008	No	No	No
Tom Nowakowski, Fax: 215-860-8560				

Technical comments:⁴

The Commission staff suggests that the article description of HTS heading 9902.29.34 be modified as shown on page 1 of this report in order to provide the correct HTS subheading references and to include the common industry name where appropriate.

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. 5291

To extend the temporary suspension of duty on certain light absorbing photo dyes.

IN THE HOUSE OF REPRESENTATIVES

February 7, 2008

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

A BILL

To extend the temporary suspension of duty on certain light absorbing photo dyes.

- 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. CERTAIN LIGHT ABSORBING PHOTO DYES.
- 4 (a) In General.—Heading 9902.29.34 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 4-[4-[3-[4-(Dimethylamino)phenyl]-2-propenylidene]-4,5-
- 7 dihydro-3-methyl-5-oxo-1H-pyrazol-1-yl]benzenesulfonic
- 8 acid, compound with N,N-diethylethanamine (1:1); 4-[3-
- 9 [3-Carboxy-5-hydroxy-1-(4-sulfophenyl)-1H-pyrazole-4-
- 10 yl]-2-propenylidene]-4,5-dihydro-5-oxo-1-(4-sulfophenyl)-

- 1 1H-pyrazole-3-carboxylic acid, sodium salt, compound
- 2 with N,N-diethylethanamine; 4-[4,5-dihydro-4-[[5-hy-
- 3 droxy-3-methyl-1-(4-sulfophenyl)-1H-pyrazol-4-
- 4 yl]methylene]-3-methyl-5-oxo-1H-pyrazol-1-
- 5 yl]benzenesulfonic acid, dipotassium salt; 4-[4-[[4-
- 6 (Dimethylamino)-phenyl[methylene]-4,5-dihydro-3-meth-
- 7 yl-5-oxo-1H-pyrazol-l-yl]benzenesulfonic acid, potassium
- 8 salt; 4,5-dihydro-5-oxo-4-[(phenylamino)methylene]-1-(4-
- 9 sulfophenyl)-1H-pyrazole-3-car-boxylic acid, disodium salt;
- 10 and 4-[5-[3-Carboxy-5-hydroxy-1-(4-sulfophenyl)-1H-
- 11 pyrazol-4-yl]-2,4-pentadienylidene]-4,5-dihydro-5-oxo-1-
- 12 (4-sulfophenyl)-1H-pyrazole-3-carboxylic acid,
- 13 tetrapotassium salt) is amended by striking "12/31/2009"
- 14 and inserting "12/31/2011".
- 15 (b) Effective Date.—The amendment made by
- 16 subsection (a) appies to goods entered, or withdrawn from
- 17 warehouse for consumption, on or after the 15th day after
- 18 the date of the enactment of this Act.

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