

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 109th Congress¹**

[Date approved: August 2, 2006]²

Bill No. and sponsor: S. 2622 (Mr. George V. Voinovich of Ohio and Mr. Mike DeWine of Ohio).

Proponent name, location: Noveon Inc., Cleveland, OH.

Other bills on product (109th Congress only): None.

Nature of bill: Extension of existing temporary duty suspension through December 31, 2009.

Retroactive effect: None.

Article description (including appropriate HTS classification):

12-Hydroxyoctadecanoic acid, reaction product with *N,N*-dimethyl-1,3-propanediamine, dimethyl sulfate, quaternized (CAS No. 70879-66-2) (provided for in subheading 3824.90.40).

Check one: Same as in the HTS heading in the bill as introduced.
 Different from the HTS heading in the bill (see Technical comments).

Product information, including uses/applications and source(s) of imports:

The subject chemical product is a proprietary polymeric pigment dispersing agent that is used in solvent-based offset (lithographic) and publication gravure inks. The subject chemical product is imported from the United Kingdom.

Estimated effect on customs revenue:

HTS subheading: 3824.90.40					
	2006	2007	2008	2009	2010
Col. 1-General rate of duty					
Col. 1-General rate of duty	4.6%	4.6%	4.6%	4.6%	4.6%
Estimated value <i>dutiable</i> imports	\$440,000	\$540,000	\$540,000	\$570,000	\$600,000
Customs revenue loss 1/	\$20,240	\$24,840	\$24,840	\$26,220	\$27,600

1/ The estimated Customs revenue loss in 2006 results from the temporary duty suspension under HTS heading 9902.03.21 that expires on December 31, 2006.

Source of estimated dutiable import data: Industry estimates.

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://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

109TH CONGRESS
2^D SESSION

S. 2622

To extend the temporary suspension of duty on 12-Hydroxyoctadecanoic acid, reaction product with *N,N*-dimethyl-1,3-propanediamine, dimethyl sulfate, quaternized.

IN THE SENATE OF THE UNITED STATES

APRIL 24, 2006

Mr. VOINOVICH (for himself and Mr. DEWINE) introduced the following bill;
which was read twice and referred to the Committee on Finance

A BILL

To extend the temporary suspension of duty on 12-Hydroxyoctadecanoic acid, reaction product with *N,N*-dimethyl-1,3-propanediamine, dimethyl sulfate, quaternized.

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. 12-HYDROXYOCTADECANOIC ACID, REACTION**
4 **PRODUCT WITH *N,N*-DIMETHYL-1,3-**
5 **PROPANEDIAMINE, DIMETHYL SULFATE,**
6 **QUATERNIZED.**

7 (a) IN GENERAL.—Heading 9902.03.21 of the Har-
8 monized Tariff Schedule of the United States (relating to

1 12-Hydroxyoctadecanoic acid, reaction product with *N,N*-
2 dimethyl-1,3-propanediamine, dimethyl sulfate,
3 quaternized) is amended by striking “12/31/2006” and in-
4 serting “12/31/2009”.

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

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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)		
Noveon Inc. (Proponent) Gregory S. Harvey, 216-447-5916	6/1/2006	No	No	No
Allegheny Color Corp. Marvin Gallisdorfer, Fax: 814-772-1559	6/8/2006	No	No	No
Apollo Color, Inc. David Klebine, Fax: 815-741-2599	6/8/2006	No	No	No
BASF Phil Webb, Fax: 704-587-8252	6/8/2006	No	No	No
Blackman Uhler Jeter Starnes, Fax: 864-596-1501	6/8/2006	No	No	No
Ciba Specialty Chemicals John Deming, Fax: 302-479-5152	6/8/2006	No	No	No
Clariant Corp. Andrew Zamoyiski, Fax: 202-248-9043	6/8/2006	No	No	No
CPMA Larry Robinson, Fax: 703-684-1795	6/8/2006	No	No	No
DuPont Helen McMahon, Fax: 302-355-2994	6/8/2006	No	No	No
Engelhard Corp. David Bushnell, Fax: 301-654-8336	6/8/2006	No	No	No
Fanwood Chemical, Inc. Jim DeLisi, Fax: 908-322-8494	6/8/2006	No	No	No
Galaxie Chemical Corp. Michael Santoro, Jr., Fax: 973-790-7104	6/8/2006	No	No	No
LANXESS Corp. Jamie Schaeffer, Fax: 412-809-3614	6/8/2006	No	No	No
Magruder Color Co., Inc. Evan Weissglass, Fax: 973-242-4087	6/8/2006	No	No	No
Mason Color Works, Inc. Ann Mason Herdmann, Fax: 330-385-4488	6/8/2006	No	No	No
National Paint & Coatings Assn. Robert Branand, Fax: 202-546-3959	6/8/2006	No	No	No
NFC John Dickson, Fax: 803-548-2683	6/8/2006	No	No	No

PMC Inc. Gordon McCullough, Fax: 513-483-7884	6/8/2006	No	No	No
Roma Color, Inc. Stuart E. Booth, Fax: 508-676-9011	6/8/2006	No	No	No
Sun Chemical Paul W. Klein, Fax: 513-681-3419	6/8/2006	No	No	No

Technical comments:³ None.

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.