

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

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

[Date approved: October 26, 2006]²

Bill No. and sponsor: S. 2732 (Mr. Jack Reed of Rhode Island and Mr. Lincoln Chafee of Rhode Island).

Proponent name, location: Clariant Corporation, Coventry, RI.

Other bills on product (109th Congress only): H.R. 3990.

Nature of bill: Temporary duty suspension through December 31, 2009.

Retroactive effect: None.

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

Pigment yellow 219 (CAS No. 347174-87-2) (provided for in subheading 3204.17.60).

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 pigment. The proponent states that pigment yellow 219 is a very green shade of automotive quality yellow pigment that exhibits strong opacity and gloss, and is suitable for both solvent and water-based systems. The subject product is imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>3204.17.60</u>					
	2006	2007	2008	2009	2010
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports	\$30,000	\$40,000	\$50,000	\$60,000	\$70,000
Customs revenue loss	\$1,950	\$2,600	\$3,250	\$3,900	\$4,550

Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Stephen Wanser (202-205-3363); 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.

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)		
Clariant Corporation (Proponent) Andy Zamoyski, 401-823-2230	06/20/2006	No	No	No
Apollo Color, Inc. Tom Rogers, 815-722-3965	06/20/2006	No	No	No
BASF Corp. Phil Webb, 704-398-2588	06/20/2006	No	No	No
CDR Pigments & Dispersions Rucker Wickline, 270-737-1700	06/20/2006	No	No	No
Ciba Specialty Chemical Corp. John Demming, 302-479-5499	06/20/2006	No	No	No
Diacolor-Pope Bob Turkos, 973-279-2702	06/20/2006	No	No	No
Fanwood Chemical Co. Jim DeLisi, 908-322-8440	06/20/2006	No	No	No
Galaxie Chemical Corp. Richard Caldwell, 973-279-0558	06/20/2006	No	No	No
Magruder Color Co., Inc. Joel Weissglass, 973-241-1300	06/20/2006	No	No	No
Mason Color Works, Inc. Carol Mason Cronin, 330-385-4400	06/20/2006	No	No	No
Max Marx Color Corp. Walter Sichel, 973-373-7801	06/20/2006	No	No	No
PMC Inc. Gordon McCullough, 847-615-3400	06/20/2006	No	No	No
Sun Chemical Corp. Ed Faulkner, 513-681-5950	06/20/2006	No	No	No

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used because it contains the CAS number and the proper capitalization.

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.

109TH CONGRESS
2^D SESSION

S. 2732

To suspend temporarily the duty on Pigment Yellow 219.

IN THE SENATE OF THE UNITED STATES

MAY 4, 2006

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

A BILL

To suspend temporarily the duty on Pigment Yellow 219.

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. PIGMENT YELLOW 219.**

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:

“	9902.09.77	Pigment Yellow 219 (pro- vided for in subheading 3204.17.60)	Free	No change	No change	On or before 12/31/2009	”.
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8 (b) EFFECTIVE DATE.—The amendment made by
9 subsection (a) applies to goods entered, or withdrawn from

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

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