

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

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

[Date approved: August 10, 2006]²

Bill No. and sponsor: S. 2742 (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. 3995.

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

Retroactive effect: None.

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

4-Amino-2,5-dimethoxy-N-phenylbenzenesulfonamide (CAS No. 52298-44-9) (provided for in subheading 2935.00.10).

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:

This product is a synthetic organic chemical that is used as an intermediate in the manufacture of certain pigments. The subject product is imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>2935.00.10</u>					
	2006	2007	2008	2009	2010
Col. 1-General rate of duty					
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000
Customs revenue loss ¹	\$195,000	\$195,000	\$195,000	\$195,000	\$195,000

¹ The estimated Customs revenue loss for 2006 reflects the existing duty suspension under HTS heading 9902.29.73 that expires on December 31, 2006.

Source of estimated dutiable import data: Industry estimates.

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

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.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Clariant Corporation (Proponent) Mr. Andy Zamoyski, 401-823-2230	04/20/2006	No	No	No
Allegheny Color Corp. Mr. Jon Gallisdorfer, 815-741-2588	04/20/2006	No	No	No
Apollo Color, Inc. Mr. Tom Rogers, 815-722-3965	04/20/2006	No	No	No
BASF Corp. Mr. Phil Webb, 704-398-25888	04/20/2006	No	No	No
CDR Pigments & Dispersions Mr. Rucker Wickline, 270-737-1700	04/20/2006	No	No	No
Ciba Specialty Chemical Corp. Mr. John Deming, 302-479-5499	04/20/2006	No	No	No
Color Pigments Mfg Association Mr. Larry Robinson, 703-684-4044	04/20/2006	No	No	No
Diacolor-Pope Mr. Bob Turkos, 973-279-2702	04/20/2006	No	No	No
Engelhard Corporation Mr. Roland Valin, 732-205-7144	04/20/2006	No	No	No
Fanwood Chemical Co. Mr. Jim DeLisi, 908-322-8440	04/20/2006	No	No	No
Galaxie Chemical Corp. Mr. Richard Caldwell, 973-279-0558	04/20/2006	No	No	No
Magruder Color Co., Inc. Mr. Joel Weissglass, 973-241-1300	04/20/2006	No	No	No
Mason Color Works, Inc. Ms. Carol Mason Cronin, 330-385-4400	04/20/2006	No	No	No
Max Marx Color Corp. Mr. Walter Sichel, 973-373-7801	04/20/2006	No	No	No
Sun Chemical Corp. Mr. Ed Faulkner, 513-681-5950	04/20/2006	No	No	No

Technical comments:³

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.

The Commission suggests that the article description on page 1 of this report be used in the current article description in order to remove the space between “phenylbenzene” and “sulfonamide”.

109TH CONGRESS
2D SESSION

S. 2742

To extend the temporary suspension of duty on 4-amino-2,5-dimethoxy-N-phenylbenzene sulfonamide.

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 extend the temporary suspension of duty on 4-amino-2,5-dimethoxy-N-phenylbenzene sulfonamide.

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-AMINO-2,5-DIMETHOXY-N-PHENYLBENZENE**

4 **SULFONAMIDE.**

5 (a) IN GENERAL.—Heading 9902.29.73 of the Har-
6 monized Tariff Schedule of the United States (relating to
7 4-amino-2,5-dimethoxy-N-phenylbenzene sulfonamide) is
8 amended by striking “12/31/2006” and inserting “12/31/
9 2009”.

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

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