

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 108th Congress ¹**

[Date approved: August 27, 2004]²

Bill No. and sponsor: H.R. 4404 (Mrs. Myrick)

Proponent name, location: Ciba Specialty Chemicals, Tarrytown, NY

Other bills on product (108th Congress only): None.

Nature of bill: Temporary duty suspension through 12/31/2007.

Retroactive effect: None.

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

3-Amino-N-[2-[[2-(sulfoxy)ethyl]sulfonyl]ethyl]benzamide (CAS No. 121315-20-6) (provided for in subheading 2930.90.29)

Check one: Same as that in bill as introduced
 Different from that in bill as introduced (explain differences in Technical comments section)

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

This synthetic organic chemical, used as an intermediate in the production of a reactive dye, is imported from Switzerland.

¹ Industry analyst preparing report: Rob Randall (202-205-3366); Tariff Affairs contact: Dave Beck (202-205-2603).

² Access to an electronic copy of this memorandum is available at <http://www.usitc.gov/billrpts.htm> Access to a paper copy is available at the Commission's Law Library (202-205-3287) or at the Commission's Main Library (202-205-2630).

Estimated effect on customs revenue:

| HTS subheading: 2930.90.29 | | | | | |
|---|-------------|-------------|-------------|-------------|-------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 |
| Col. 1-General rate of duty (AVE) <u>1/</u> | 6.5% | 6.5% | 6.5% | 6.5% | 6.5% |
| Estimated value <i>dutiable</i> imports | \$1,310,000 | \$1,310,000 | \$1,310,000 | \$1,310,000 | \$1,310,000 |
| Customs revenue loss | \$85,150 | \$85,150 | \$85,150 | \$85,150 | \$85,150 |

1/ The AVE is the ad valorem equivalent of a specific or compound duty rate expressed as a percent, using the most recent import data available.

Source of estimated dutiable import data: Industry and Commission estimates.

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

| Name of firm/organization | Date contacted | US production of same or competitive product claimed? | Submission attached? | Opposition noted? |
|---|----------------|---|----------------------|-------------------|
| | | (Yes/No) | | |
| Ciba Specialty Chemicals John Deming, 302/479-5152 | 7/8/2004 | No | No | No |
| Alfa Aesar, div. of Johnson Matthey Marketing Mgr. Fax: 978/521-6366 | 7/22/2004 | No | No | No |
| BASF, Functional Polymers Bus. Group Joseph Breunig, 704/587-7900 | 7/19/2004 | No | No | No |
| Bayer Corporation, Karen Neidermeyer, 412/777-2058 | 7/19/2004 | No | No | No |
| Burlington Bio-Medical & Scientific Co. Marketing Mgr. Fax: 631/694-9177 | 7/22/2004 | No | No | No |
| Clariant Corporation, Ken Golder, 704/331-7086 | 7/19/2004 | No | No | No |

| | | | | |
|---|-----------|----|----|----|
| Day-Glo Corporation Richard Thornton, 216/391-7070 | 7/19/2004 | No | No | No |
| Dystar L.P. Van Hawkins; 704/561-3020 | 7/19/2004 | No | No | No |
| ETAD Tucker Helms, PhD, 202/721-4154 | 7/19/2004 | No | No | No |
| Everlight, USA, Inc., Scott Chen, 704/558-1004 | 7/19/2004 | No | No | No |
| Fanwood Chemical Inc. Mr. V.M. (Jim) DiLisi, 908/322-8440 | 7/19/2004 | No | No | No |
| Milliken Industries, Ray Saunders, 864/503-1618 | 7/19/2004 | No | No | No |
| National Starch & Chemical Co. Marketing Mgr., Fax: 609/409-5699 | 7/22/2004 | No | No | No |
| Passaic Color, John Wojciechowski, 973/279-0400 | 7/19/2004 | No | No | No |
| Penta Manufacturing Co., Marketing Mgr., Fax: 973/740-1839 | 7/22/2004 | No | No | No |
| Rohm and Haas, Steven Volger, 215/592-3425 | 7/19/2004 | No | No | No |
| Seltzer Chemicals, Inc. Marketing Mgr., Fax: 760/438-0336 | 7/22/2004 | No | No | No |
| Sensient Technologies Corp. Dan Victor, 314/286-7167 | 7/19/2004 | No | No | No |

Technical comments:³

The Commission recommends that the following chemical name be used in the proposed article description:

3-Amino-N-[2-[[2-(sulfoxy)ethyl]sulfonyl]ethyl]benzamide (CAS No. 121315-20-6)

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.

108TH CONGRESS
2D SESSION

H. R. 4404

To suspend temporarily the duty on Benzamide, 3-amino-N-[2-[[2-(sulfooxy)ethyl]sulfonyl]ethyl]-.

IN THE HOUSE OF REPRESENTATIVES

MAY 19, 2004

Mrs. MYRICK introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on Benzamide, 3-amino-N-[2-[[2-(sulfooxy)ethyl]sulfonyl]ethyl]-.

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. TEMPORARY SUSPENSION OF DUTY.**

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:

| | | | | | | | |
|---|------------|--|------|------|-----------|-----------------------|----|
| “ | 9902.01.03 | Benzamide, 3-amino-N-[2-[[2-(sulfooxy)ethyl]sulfonyl]ethyl]- (CAS No. 121315-20-6) (provided for in subheading 2930.90.29) | Free | Free | No change | On or before 12/31/07 | ”. |
|---|------------|--|------|------|-----------|-----------------------|----|

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

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