

UNITED STATES INTERNATIONAL TRADE COMMISSION  
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION  
of the 108<sup>th</sup> Congress <sup>1</sup>**

[Date approved:: November 12, 2004 ]<sup>2</sup>

**Bill No. and sponsor:** H.R. 4953 (Mr. Holt).

**Proponent name, location:** Rhodia, Inc.  
Prospect Plains Road  
Cranbury, NJ 08512-7500

**Other bills on product (108<sup>th</sup> Congress only):** None

**Nature of bill:** Temporary duty suspension through December 31, 2007.

**Retroactive effect:** None.

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

2-Imidazolidinone, 1-(2-aminoethyl)-, reaction product with oxirane, ((2-propenyloxy)methyl)-  
(CAS No. 90412-00-3) (provided for in subheading 2933.29.90)

**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 chemical product is used primarily to make polymer resins that are incorporated into architectural coatings. The primary source of imports is France.

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<sup>1</sup> Industry analyst preparing report: Larry Johnson (202-205-3351); Tariff Affairs contact: David Beck (202-205-2603).

<sup>2</sup> 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:**

<b>HTS subheading: 2933.29.90</b>					
	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	\$6,600,000	\$6,600,000	\$6,600,000	\$6,600,000	\$6,600,000
Customs revenue loss	\$429,000	\$429,000	\$429,000	\$429,000	\$429,000

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 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)		
Rhodia, Inc. (proponent) Mr. Rick Valentine (202) 661-3802	08/18/2004	No	No	No
Perstorp Polyols, Inc. Ms. Evelyn M. Suarez (202) 293-8116	08/18/2004	No	No	No
Bayer Corporation Mr. Seth Tomei (412) 777-4197	08/23/2004	No	No	No
Avecia Limited (Crowell & Moring) Ms. Melissa Coyle (202) 624-2500	08/18/2004	No	No	No
Solutia, Inc. Mr. Glen Ruskin (202) 822-1690	08/18/2004	No	No	No
Rohm & Haas Company Mr. Henry P. Stoebenau (215) 628-4919	08/18/2004	No	No	No

**Technical comments:**<sup>3</sup>

The proposed article description in the bill is vague. The Commission recommends that the following CAS description be inserted in lieu thereof:

“ 2-Imidazolidinone, 1-(2-aminoethyl)-, reaction product with oxirane, ((2-propenyloxy)methyl)-“.

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<sup>3</sup> 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. 4953

To suspend temporarily the duty on allyl ureido monomer.

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## IN THE HOUSE OF REPRESENTATIVES

JULY 22, 2004

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

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## A BILL

To suspend temporarily the duty on allyl ureido monomer.

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. ALLYL UREIDO MONOMER.**

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:

“	9902.34.41	Allyl ureido monomer (CAS No. 90412-00-3) (provided for in subheading 2933.29.90) .....	Free	No change	No change	On or before 12/31/2007	”.
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8 (b) EFFECTIVE DATE.—The amendment made by  
9 subsection (a) applies to articles entered, or withdrawn

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

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