

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

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

[Date approved: November 21, 2005]²

Bill No. and sponsor: H.R. 2700 (Mrs. Sue Wilkins Myrick of North Carolina).

Proponent name, location: DyStar L.P., Charlotte, NC.

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

Nature of bill: Temporary duty suspension through December, 31 2008.

Retroactive effect: None.

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

7-[(5-Chloro-2,6-difluoro-4-pyrimidinyl)amino]-4-hydroxy-3[(methoxy-2-sulfophenyl)azo]-2-naphthalenesulfonic acid, sodium salt (Color Index name Reactive Red 123) (CAS No. 85391-83-9) (provided for in subheading 3204.16.20).

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 red dye and is imported from Germany.

Estimated effect on customs revenue:

HTS subheading: <u>3204.16.20</u>					
	2005	2006	2007	2008	2009
					
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports	\$555,000	\$555,000	\$582,750	\$611,880	\$611,880
Customs revenue loss	\$36,075	\$36,075	\$37,879	\$39,772	\$39,772

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	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
DyStar L.P. (Proponent) Ron Pedemonte, 704-561-2651	09/20/2005	No	No	No
BASF, Functional Polymers Bus. Group Joseph Breunig, 704-587-7900	09/30/2005	No	No	No
Bayer Corporation, Karen Niedermeyer, 412-777-2058	09/30/2005	No	No	No
Ciba Specialty Chemicals Michelle Forte, 914-785-2483	09/30/2005	No	No	No
Clariant Corporation, Andy Zamoyksi, 401-823-2700	09/20/2005	No	No	No
Day-Glo Corporation Richard Thornton, 216-391-7070	09/30/2005	No	No	No
ETAD Tucker Helms, PhD, 202-721-4154	09/30/2005	No	No	No
Everlight, USA, Inc., Scott Chen, 704-558-1004	09/30/2005	No	No	No
Fanwood Chemical Inc. Mr. V.M. (Jim) DiLisi, 908-322-8440	09/30/2005	No	No	No
Milliken Industries, Ray Saunders, 864-503-1618	09/30/2005	No	No	No
Passaic Color, John Wojciechowski, 973-279-0400	09/30/2005	No	No	No
Rohm & Haas, Steven Volger, 215-592-3425	09/30/2005	No	No	No
Sensient Color Inc., Dan Victor, 314-286-7167	09/30/2005	No	No	No

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to reflect the common dye name in parentheses.

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
1ST SESSION

H. R. 2700

To suspend temporarily the duty on 2-Naphthalenesulfonic acid, 7-[(5-chloro-2,6-difluoro-4-pyrimidinyl)amino]-4-hydroxy-3-[(4-methoxy-2-sulfophenyl)azo]-, sodium salt.

IN THE HOUSE OF REPRESENTATIVES

MAY 26, 2005

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

A BILL

To suspend temporarily the duty on 2-Naphthalenesulfonic acid, 7-[(5-chloro-2,6-difluoro-4-pyrimidinyl)amino]-4-hydroxy-3-[(4-methoxy-2-sulfophenyl)azo]-, sodium salt.

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. 2-NAPHTHALENESULFONIC ACID, 7-[(5-CHLORO-**
4 **2,6-DIFLUORO-4-PYRIMIDINYL)AMINO]-4-HY-**
5 **DROXY-3-[(4-METHOXY-2-SULFOPHENYL)AZO]-,**
6 **SODIUM SALT.**

7 (a) IN GENERAL.—Subchapter II of chapter 99 of
8 the Harmonized Tariff Schedule of the United States is

1 amended by inserting in numerical sequence the following
 2 new heading:

“ 9902.12.04	2-Naphthalenesulfonic acid, 7-[(5-chloro-2,6-difluoro-4- pyrimidinyl)amino]-4-hy- droxy-3-[(4-methoxy-2- sulfophenyl)azo]-, sodium salt. (CAS No. 85391-83-9) (provided for in subheading 3204.16.20)	Free	No change	No change	On or before 12/31/2008	”.
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3 (b) EFFECTIVE DATE.—The amendment made by
 4 subsection (a) applies to goods entered, or withdrawn from
 5 warehouse for consumption, on or after the 15th day after
 6 the date of enactment of this Act.

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