

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

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

[Date approved: December 16, 2005]²

Bill No. and sponsor: H.R. 2851 (Mrs. Sue Myrick of North Carolina).

Proponent name, location: Clariant Corp., Mount Holly, NC.

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

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

Retroactive effect: None.

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

3-Dodecyl-1-(2,2,6,6-tetramethyl-4-piperidiny)-2,5-pyrrolidinedione (CAS No. 79720-19-7) (provided for in subheading 2933.39.61).

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

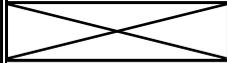
Product information, including uses/applications and source(s) of imports:

The product is a synthetic organic chemical that is used to enhance the performance of coatings in outdoor environments, specifically the weather-fastness of coatings. The product is imported from Germany.

¹ Industry analyst preparing report: Philip Stone (202-205-3424); 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.

Estimated effect on customs revenue:

HTS subheading: <u>2933.39.61</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	\$650,000	\$675,000	\$710,000	\$745,000	\$780,000
Customs revenue loss ^{1/}	\$42,250	\$43,875	\$46,150	\$48,425	\$50,700

^{1/} The estimated Customs revenue loss for 2005 and 2006 results from a duty suspension under HTS heading 9902.04.12 that expires on December 31, 2006.

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?
Clariant Corp. (Proponent) William T. Lyons, 202-326-0290 Andrew Zamoyski, 401-823-2230	09/29/2005	No	No	No
Allied Signal Sara Froehlich, Fax: 202-715-1001	10/03/2005	No	No	No
Ashland Chemical Mike Toohey, Fax: 202-293-2913	10/03/2005	No	No	No
BASF Functional Polymers Bus. Group Joseph C. Breunig, Fax: 704-587-7903	10/18/2005	No	No	No
Bayer Corporation Karen Niedermeyer, Fax: 412-777-4740	10/18/2005	No	No	No
Cytec Industries Diane Julia, 973-357-3479	10/18/2005	No	No	No
Eastman Chemical Co. Greg Riddle, Fax: 703-524-7707	10/03/2005	No	No	No
Great Lakes Chemical Robert Lee, Fax: 765-497-6040	10/03/2005	No	No	No
Lonza Inc. Ray Esposito, Fax: 201-696-3487	10/03/2005	No	No	No

Noveon Tom Dirmyer, Fax: 216-447-5720	10/03/2005	No	No	No
Perstorp Polyols, Inc. Jeff Jones, Fax: 419-729-3291	10/03/2005	No	No	No
Tennant Co. Mary Heie, Fax: 763-513-1808	10/03/2005	No	No	No
Total Specialty Chemicals, Inc. Tad Acker, Fax: 203-966-1505	10/03/2005	No	No	No
Union Carbide Jim Murray, Fax: 202-347-1684	10/03/2005	No	No	No

Technical comments:³ None.

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. 2851

To extend the suspension of duty on 3-Dodecyl-1-(2,2,6,6-tetramethyl-4-piperidiny1)-2,5-pyrrolidinedione.

IN THE HOUSE OF REPRESENTATIVES

JUNE 9, 2005

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

A BILL

To extend the suspension of duty on 3-Dodecyl-1-(2,2,6,6-tetramethyl-4-piperidiny1)-2,5-pyrrolidinedione.

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. 3-DODECYL-1-(2,2,6,6-TETRAMETHYL-4-**
4 **PIPERIDINY1)-2,5-PYRROLIDINEDIONE.**

5 (a) IN GENERAL.—Heading 9902.04.12 of the Har-
6 monized Tariff Schedule of the United States (relating to
7 3-Dodecyl-1-(2,2,6,6-tetramethyl-4-piperidiny1)-2,5-
8 pyrrolidinedione) is amended by striking “12/31/2006”
9 and inserting “12/31/2008”.

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 the enactment of this Act.

○