

UNITED STATES INTERNATIONAL TRADE COMMISSION  
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION  
of the 111<sup>th</sup> Congress<sup>1</sup>**

[Date approved: April 23, 2010]<sup>2</sup>

**Bill No. and sponsor:** S. 2066 (Mr. Thomas R. Carper of Delaware).

**Proponent name,<sup>3</sup> location:** Ciba Corporation, Tarrytown, NY.

**Other bills on product (111<sup>th</sup> Congress only):** S. 2284.

**Nature of bill:** Extension of temporary duty suspension through December 31, 2011.<sup>4</sup>

**Retroactive effect:** None.

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

p-Chloroaniline (CAS No. 106-47-8) (provided for in subheading 2921.42.90).

**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 chemical. The product is used as a raw material to make intermediates that are used in the production of high-value organic specialty quinacridone pigments that are used in automotive paint and plastics applications. The product is imported from Germany, China, and India.<sup>5</sup>

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<sup>1</sup> Industry analyst preparing report: Eric Land (202-205-3349); Tariff Affairs contact: Dave Michels (202-205-3440).

<sup>2</sup> Access to an electronic copy of this memorandum is available at [http://www.usitc.gov/tariff\\_affairs/congress\\_reports/](http://www.usitc.gov/tariff_affairs/congress_reports/).

<sup>3</sup> The sponsor/proponent did not identify any additional beneficiaries of this bill. USITC staff identified one additional beneficiary of this bill that was not identified by the sponsor/proponent, and that beneficiary submitted a written representation that it would benefit from this bill.

<sup>4</sup> Heading 9902.25.14 expired on December 31, 2009.

<sup>5</sup> Although India is a designated beneficiary of the Generalized System of Preferences (GSP), imports of the subject product are eligible for duty-free treatment under the GSP program only if they are imported from countries that are designated as least-developed beneficiary developing countries, and India has not been designated as a least-developed beneficiary developing country.

**Estimated effect on customs revenue for the subject product classifiable in HTS subheading 2921.42.90:**

	2010	2011	2012	2013	2014
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports <sup>a</sup>	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
Customs revenue loss <sup>b</sup>	\$65,000	\$65,000	\$65,000	\$65,000	\$65,000

a/ Dutiable import estimates were based on official U.S. Government statistics and import estimates provided by industry sources.

b/ At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

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

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Ciba Corporation (Proponent) Bob Hurley, rhurley@theaccordgroup.com Michelle Forte, Michelle.forte@cibasc.com	11/25/2009	No	No	No
Allegheny Color Corp. Mary Gallisdorfer, Fax: 818-772-1559	12/30/2009	No	No	No
American Chemistry Council Jim O'Connor, Fax: 703-741-6922	12/30/2009	No	No	No
Apollo Color, Inc. Dave Klebine, Fax: 815-741-2599	12/30/2009	No	No	No
BASF Corp. Phil Webb, Fax: 704-587-8252 Gregory A. Thies, gregory.thies@basf.com	12/30/2009	No	No	No
Bayer Corp. Mike Gill, mgill@crowell.com Karen Niedermeyer, karen.niedermeyer.b@bayer.com Julie Van Egmond, julie.van_egmond@bayerbms.com	12/1/2009	No	No	No
Biddle Sawyer William Thonack, Fax: 212-239-1089	12/30/2009	No	No	No
Blackman Uhler Jeter Starnes, Fax: 864-596-1501	12/30/2009	No	No	No
Clariant Andrew Zamoyski, az@zamoyski.com	12/1/2009	No	No	No

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
Chemtura Matt Mattingley, matt@mattingleygroup.com	12/1/2009	No	No	No
Daicolor-Pope Inc. Norman Russo, Fax: 973-279-1256	12/30/2009	No	No	No
DuPont Elaine Olson, Elaine.m.olsen@usa.dupont.com	12/1/2009	No	No	No
Fanwood Chemical Jim DeLisi, jdelisi@fanwoodchemical.com	12/1/2009	No	No	No
Galaxie Chemical Corp. Michael Santoro, Jr., Fax: 973-790-7104	12/30/2009	No	No	No
Magruder Color Co. Evan Weissglass, Fax: 973-242-4087	12/30/2009	No	No	No
Mason Color Works, Inc. Ann Herdmann, Fax: 830-385-4488	12/30/2009	No	No	No
Max Mark Color Corp. Tom Doty, Fax: 973-373-9301	12/30/2009	No	No	No
Monsanto Corp. Linda Strachan, Fax: 202-789-1867	12/30/2009	No	No	No
National Paint & Coatings Assn. Bob Branand, Fax: 202-546-3959	12/30/2009	No	No	No
NFC John Dickson, Fax: 803-548-2683	12/30/2009	No	No	No
PMC Inc. Gordon McCullough, Fax: 513-482-7884	12/30/2009	No	No	No
Rhodia Dominick Cangiano, Fax: 609-860-1841	12/30/2009	No	No	No
Roma Color, Inc. Stuart Booth, Fax: 508-676-9011	12/30/2009	No	No	No
Solutia Corp. Dan Jenkins, Fax: 314-674-1585	12/30/2009	No	No	No
Sun Chemical Corp. Steven Schmitt, 513-681-5950	12/23/2009	No	No	No

**Technical comments:**<sup>6</sup>

None.

<sup>6</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.

111TH CONGRESS  
1ST SESSION

# S. 2066

To extend the temporary suspension of duty on p-chloroaniline.

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IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. CARPER introduced the following bill; which was read twice and referred  
to the Committee on Finance

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## A BILL

To extend the temporary suspension of duty on p-  
chloroaniline.

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. P-CHLOROANILINE.**

4 (a) IN GENERAL.—Heading 9902.25.14 of the Har-  
5 monized Tariff Schedule of the United States (relating to  
6 p-chloroaniline) is amended by striking “12/31/2009” and  
7 inserting “12/31/2011”.

8 (b) EFFECTIVE DATE.—The amendment made by  
9 subsection (a) applies to goods entered, or withdrawn from

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

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