

UNITED STATES INTERNATIONAL TRADE COMMISSION
Washington, DC 20436

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

[Date approved: June 9, 2006]²

Bill No. and sponsor: S. 2386 (Mrs. Blanche Lincoln of Arkansas, and Mr. Mark Pryor of Arkansas).

Proponent name, location: Eastman Chemical Co., Batesville AK.

Other bills on product (109th Congress only): H.R. 2095.

Nature of bill: Temporary duty suspension through December 31, 2009.

Retroactive effect: None.

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

1-Fluoro-2-nitrobenzene (CAS No. 1493-27-2) (provided for in subheading 2904.90.30).

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 synthetic organic chemical, 1-fluoro-2-nitrobenzene, is a yellow liquid with an almond odor. It is used as a raw material in the production of an intermediate chemical, which is then used to produce a pharmaceutical. The subject product is imported principally from France.

Estimated effect on customs revenue:

HTS subheading: <u>2904.90.30</u>					
	2006	2007	2008	2009	2010
Col. 1-General rate of duty					
Col. 1-General rate of duty	5.5%	5.5%	5.5%	5.5%	5.5%
Estimated value <i>dutiable</i> imports	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
Customs revenue loss	\$8,250	\$8,250	\$8,250	\$8,250	\$8,250

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	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
		(Yes/No)		
Eastman Chemical Co. (Proponent) Jorge San Pedro, Fax: 703-524-7707	03/20/2006	No	No	No
Eli Lilly Kathy Karol, Fax: 202-624-9460	03/20/2006	No	No	No
Endo Labs Camille Ali Jackson, Fax: 610-558-9685	03/20/2006	No	No	No
Novartis Tracy Haller, Fax: 202-628-4763	03/20/2006	No	No	No
Pfizer Katherine Bennet, Fax: 202-347-2044	03/20/2006	No	No	No
Rhodia, Inc. Dominick Cangiana, Fax: 609-860-1841	03/20/2006	No	No	No

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used in order to correct the spelling in the chemical name.

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
2D SESSION

S. 2386

To suspend temporarily the duty on 1-Flouoro-2-nitrobenzene.

IN THE SENATE OF THE UNITED STATES

MARCH 8, 2006

Mrs. LINCOLN (for herself and Mr. PRYOR) introduced the following bill;
which was read twice and referred to the Committee on Finance

A BILL

To suspend temporarily the duty on 1-Flouoro-2-nitrobenzene.

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. 1-FLOURO-2-NITROBENZENE.**

4 (a) IN GENERAL.—Subchapter II of chapter 99 of
5 the Harmonized Tariff Schedule of the United States is
6 amended by striking heading 9902.29.04 and inserting the
7 following new heading:

“	9902.29.04	1-Flouoro-2-nitrobenzene (CAS No. 1493-27-2) (pro- vided for in subheading 2904.90.30)	Free	No change	No change	On or before 12/31/2009	”.
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8 (b) EFFECTIVE DATE.—The amendment made by
9 subsection (a) applies to goods entered, or withdrawn from

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

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