MEMORANDUM ON PROPOSED TARIFF LEGISLATION
of the 109th Congress

[Date approved: September 23, 2005]

Bill No. and sponsor: H.R. 2245 (Mr. John M. Spratt Jr. of South Carolina)

Proponent name, location: Clariant Corporation
Coventry, RI

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


Retroactive effect: None.

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

para-Chlorophenol (CAS No. 106-48-9) (provided for in subheading 2908.10.60).

Check one: Same as that in bill as introduced.
X 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 used to produce an agricultural intermediate.

The subject product is imported from Great Britain. There are no other known importers of this product.

1 Industry analyst preparing report: Jeff Clark (202-205-3318); 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:

<table>
<thead>
<tr>
<th>HTS subheading: 2908.10.60</th>
<th>2005</th>
<th>2006</th>
<th>2007</th>
<th>2008</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Col. 1-General rate of duty</td>
<td>5.5%</td>
<td>5.5%</td>
<td>5.5%</td>
<td>5.5%</td>
<td>5.5%</td>
</tr>
<tr>
<td>Estimated value of dutiable imports 1/</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Customs revenue loss</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>

1/ The proponent imports the subject product under the Temporary Importation Bond (TIB) program. This program allows an importer to post a bond rather than pay duties for the imported product, but the importing company must then export or destroy the imported material within a specified time frame. Since the proponent uses the TIB program, there are no dutiable imports.

Source of estimated dutiable import data: Industry estimates.

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

<table>
<thead>
<tr>
<th>Name of firm/organization</th>
<th>Date contacted</th>
<th>US production of same or competitive product claimed?</th>
<th>Submission attached?</th>
<th>Opposition noted?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Clariant Corporation (proponent) Andrew Zamoyski, 401-823-2230</td>
<td>08/02/2005 08/04/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>BASF Corp. Tom Coleman, 202-289-3900</td>
<td>08/12/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Bayer Corp. Karen Niedermayer, 412-777-2058</td>
<td>08/12/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>E. I. du Pont de Nemours and Company Elaine Olsen, 302-992-2263</td>
<td>08/12/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Eli Lilly Kathryn Karol, 202-393-7950</td>
<td>08/15/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Lonza, Inc. Ray Esposito, 201-316-9200</td>
<td>08/15/2005</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
</tbody>
</table>
Technical comments: The Commission suggests that the article description on page 1 of this report be used in the proposed new heading in order to provide the correct hyphenation and italicization in the chemical name.
To suspend temporarily the duty on paraChlorophenol.

IN THE HOUSE OF REPRESENTATIVES

MAY 10, 2005

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

A BILL

To suspend temporarily the duty on paraChlorophenol.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. PARACHLOROPHENOL.

(a) In general.—Subchapter II of chapter 99 of the Harmonized Tariff Schedule of the United States is amended by inserting in numerical sequence the following new heading:

```
9902.09.26 paraChlorophenol (CAS No. 106–48–9) (provided for in subheading 2908.10.60) ...... Free No change No change On or before 12/31/2008```

(b) Effective date.—The amendment made by subsection (a) applies to goods entered, or withdrawn from
warehouse for consumption, on or after the 15th day after the date of enactment of this Act.