

UNITED STATES INTERNATIONAL TRADE COMMISSION  
Washington, DC 20436

**MEMORANDUM ON PROPOSED TARIFF LEGISLATION  
of the 109<sup>th</sup> Congress<sup>1</sup>**

[Date approved: August 1, 2005]<sup>2</sup>

**Bill No. and sponsor:** S. 699 (Mr. Lautenberg)

**Proponent name, location:** Rhodia Inc.  
259 Prospect Plains Road, CN 7500  
Cranbury, New Jersey 08512-7500

**Other bills on product (109<sup>th</sup> Congress only):** H.R. 1391.

**Nature of bill:** Temporary duty suspension through December 31, 2007.

**Retroactive effect:** None.

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

2-Imidazolidinone, 1-(2-aminoethyl)-, reaction product with oxirane, ((2-propenyloxy)methyl)-  
(CAS No. 90412-00-3) (provided for in subheading 2933.29.90)

**Check one:**      Same as that in bill as introduced  
                   Different from that in bill as introduced (explain differences in Technical  
                  comments section)

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

The product is used primarily to make polymer resins that are incorporated into architectural coatings.  
The product is imported from France.

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<sup>1</sup> Industry analyst preparing report: Jack Greenblatt (202-205-3353); Tariff Affairs contact: Dave Michels (202-205-3440).

<sup>2</sup> Access to an electronic copy of this memorandum is available at [www.usitc.gov/tata/hts/other/rel\\_doc/bill\\_reports/index.htm](http://www.usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm).

**Estimated effect on customs revenue:**

<b>HTS subheading: 2933.29.90</b>					
	2005	2006	2007	2008	2009
Col. 1-General rate of duty (AVE) <u>1/</u>	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value <i>dutiable</i> imports	\$2,200,000	\$2,200,000	\$2,200,000	\$2,200,000	\$2,200,000
Customs revenue loss	\$143,000	\$143,000	\$143,000	\$143,000	\$143,000

1/ The AVE is the ad valorem equivalent of a specific or compound duty rate expressed as a percent, using the most recent import data available.

Source of estimated dutiable import data: Industry estimates. The Customs revenue loss estimates provided in the above table assumes that the duty suspension will be renewed in 2008 and 2009.

**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?
		(Yes/No)		
Rhodia (proponent) Preston Gates, Rick Valentine (202) 661-3802	6/6/05	No	No	No
Rohm & Haas Hank Stoebenau (215) 628-4919	6/7/05	Yes	Yes	Yes
Perstorp Polyols, Inc. Mai Pham (202) 293-8144	6/7/05	No	No	No
Bayer Corp. Karen Niedermeyer (412) 777-2058	6/6/05	No	No	No
Avecia Limited (Crowell & Moring) Ms. Melissa Coyle (202) 624-2500	6/6/05	No	No	No
Solutia, Inc. Mary Woodward (314) 674-7211	6/7/05	No	No	No

**Technical comments:**<sup>3</sup> None.

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<sup>3</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.

109TH CONGRESS  
1ST SESSION

# S. 699

To suspend temporarily the duty on allyl ureido monomer.

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IN THE SENATE OF THE UNITED STATES

APRIL 5, 2005

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

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## A BILL

To suspend temporarily the duty on allyl ureido monomer.

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. ALLYL UREIDO MONOMER.**

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

“	9902.06.02	2-Imidazolidinone, 1-(2-aminoethyl)-, reaction product with oxirane, ((2-propenyloxy)methyl)- (CAS No. 90412-00-3) (provided for in subheading 2933.29.90) .....	Free	No change	No change	On or before 12/31/2007	”.
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1       (b) EFFECTIVE DATE.—The amendment made by  
2 subsection (a) applies to articles entered, or withdrawn  
3 from warehouse for consumption, on or after the 15th day  
4 after the date of the enactment of this Act.

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