

Promoting international commerce, domestic manufacturing and employment in the USA.

Since 1934, over 250 federally designated foreign-trade zones (FTZ) have been established as business sites for distribution or production in industries such as electronics, automotive, and machinery. These sites are located near ports of entry within the United States. Foreign-Trade Zone 289 covers the upstate NY counties of Livingston, Ontario, Seneca, Wayne and Yates.

POTENTIAL BENEFITS OF OPERATING IN A FTZ

Duty Deferral / Elimination – Defer payment of import duties until your foreign product enters the domestic market, or eliminate customs duties if the product is later re-exported or if there is waste, scrap or rejected material.

Inverted Tariff – A production benefit that can reduce duties on imported components when they are used to manufacture a different product which may have lower duties when introduced to the domestic market. Products may be labeled, "Made in the USA!"

Weekly Estimated Entries – Save money by reducing multiple single-entries of product into the domestic market down to one weekly entry (7-day) estimate with only one fee.

Direct Delivery – Potential to streamline logistics by allowing products to travel from the port of entry to the FTZ without inspection delays.

Zone-to-Zone Transfer – Products can move across the country in bonded transport without claiming domestic entry when product is moving from one FTZ to another.



Commercial activity in a FTZ is managed and reported by the company that operates the zone. Products in the zone may be owned by the Operator. Operators report to Customs & Border Protection (CBP) on a regular and annual basis. A company using the FTZ program can save time and money while expanding their international market options.



COMMERCIAL ACTIVITIES ALLOWED IN A FTZ

Assembly	Exhibition	Cleaning
Manipulation	Testing	Mixing
Processing	Relabeling	Repackaging
Repairing	Salvaging	Sampling
Storing	Destroying (excess or scrap product)	
Warehousing/Distribution (highest growth)		
Manufacturing (two-thirds of FTZ activity)		
Warehousing/Distribution (highest growth)		

RETAIL IS NOT ALLOWED.

NEED MORE INFORMATION?

Learn more about Benefits of the FTZ program Visit www.FTZ289.com or www.trade.gov/ftz

Contact Ontario County, Economic Development (585) 396-4866, Monday-Friday. Ask for FTZ application rep. <u>ecodev@co.ontario.ny.us</u>

Easy to Apply Applications are straightforward and could be approved in as little as 30 days. Once the application is reviewed and accepted locally, it is submitted to the FTZ Board for final approval. Production activities (manufacturing & assembly) require additional documentation and approvals. Final "activation" is needed from the local CBP office. Fees may apply.

