附件 18 C-TPAT “State of the Program” Update

C-TPAT Evolution: Business Types

- **Created 2001**
- Importers
- Sea Carriers
- Highway Carriers
- Rail Carriers
- Air Carriers
- Customs Brokers
- US Terminal Operators
- Foreign Manufacturers
- Consolidators

- **SAFE Port Act 2006**
- Foreign Marine Port Authority and Terminal Operators
- Mexican Long Haul Carriers
- 3rd Party Logistics Providers

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C-TPAT Evolution: Enhancements

- Guidelines '02
- FAST '02
- First SCSS class '03
- 1st Conference '03
- MSC Adopted '05
- Tiered Benefits '05
- 1st BP Guide '05
- C-TPAT Portal '06
- 1st UVA Survey '07
- Automated Reports '08
- 2nd BP Guide '08
- Unannounced Visits '09
- Evaluations Group '10
- 2nd UVA Survey '10
- 5 Step Risk Guide '10

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C-TPAT Evolution: International Efforts

- Contributed to WCO SAFE Framework ’05
- New Zealand MRA ’07
- Canada MRA ’08
- Jordan MRA ’08
- China Joint Validations ’08
- Business Alliance Secure Commerce adopts MSC ’08
- Japan MRA ’09
- Korea MRA ’10
- Additional China Joint Validations ‘10

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Body of Work over the Past Decade

- Thorough inspections of containers and trailers
- Consistent application and control of high security seals
- Systematic monitoring of conveyances
- Rigorous screening of business partners
- Physical security best practices are now the norm
- Constant risk analysis to adapt to new threats

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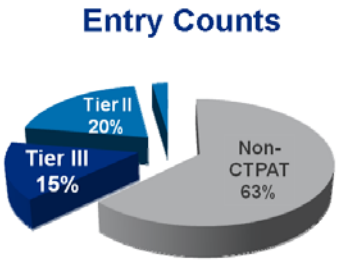
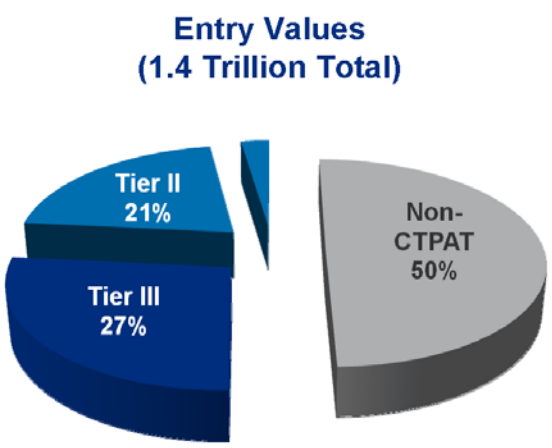
FY10 – Entry Values





Tier III Importers

- 326 Partners
- 27% of Entry Value
- 15% of Entries

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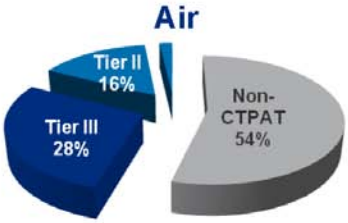
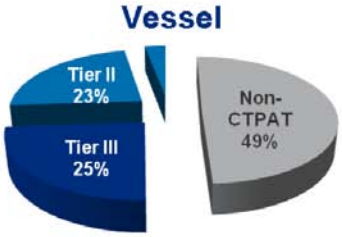
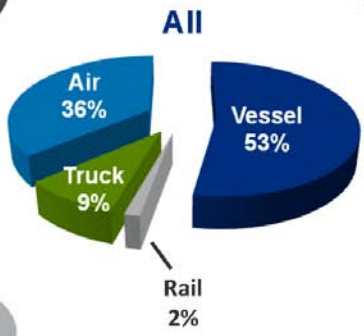
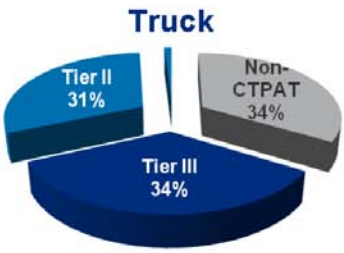
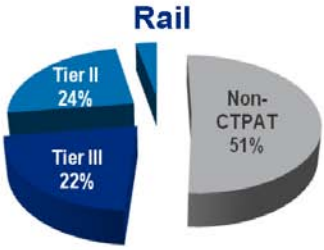
FY10 – Entry Values by Mode











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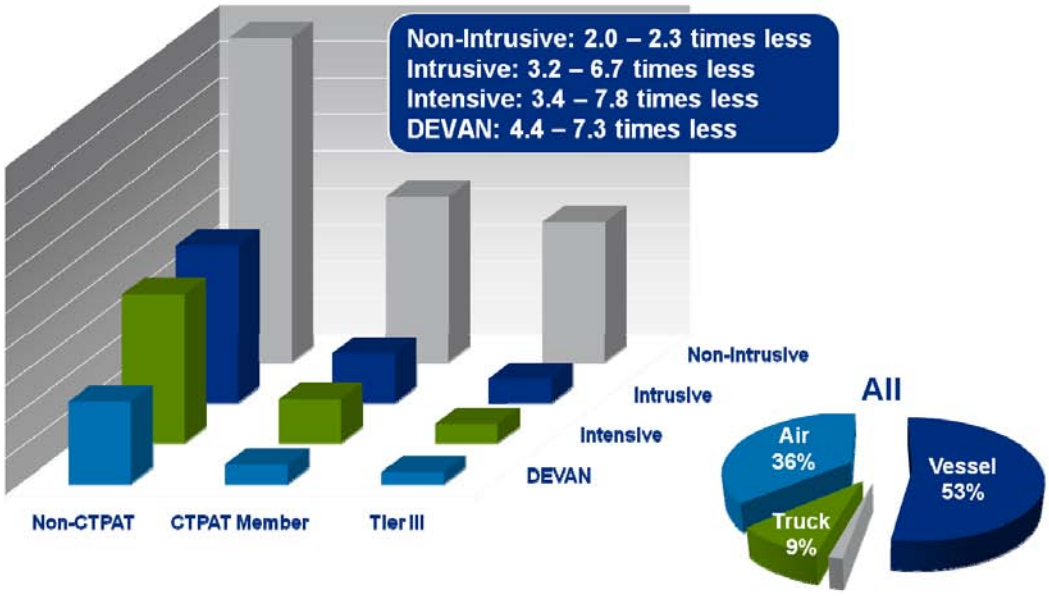
Making Incentives Work



*Excludes Rail FY10

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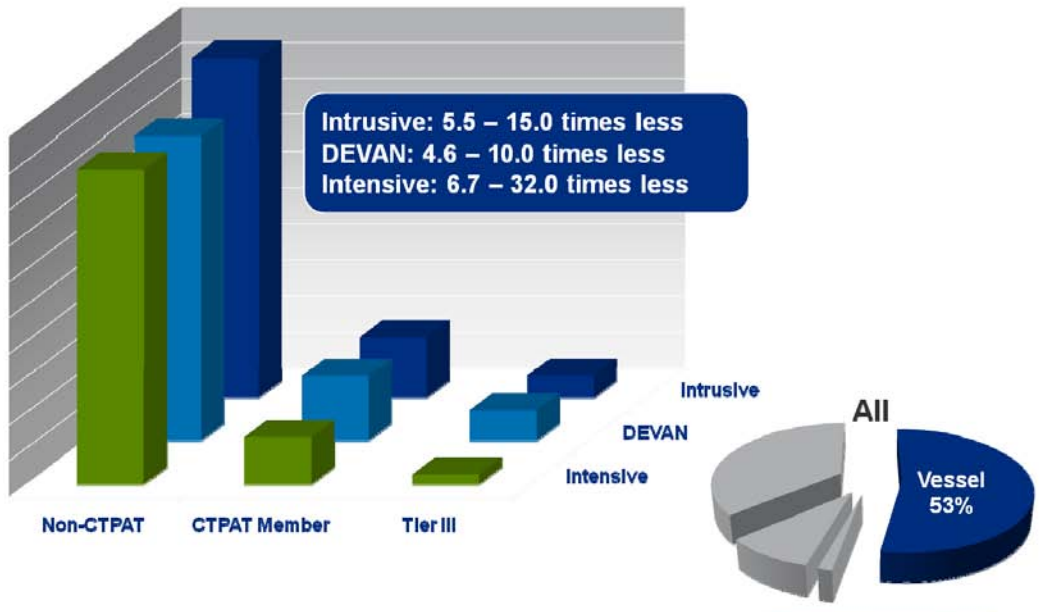
FY10 – Vessel Entry Exams



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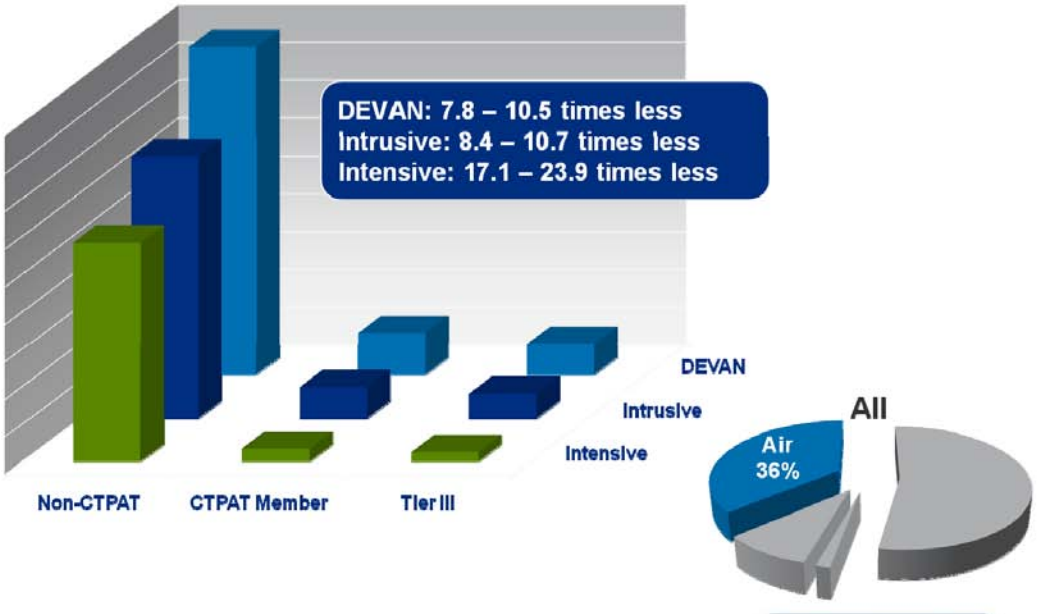
FY10 – Air Entry Exams



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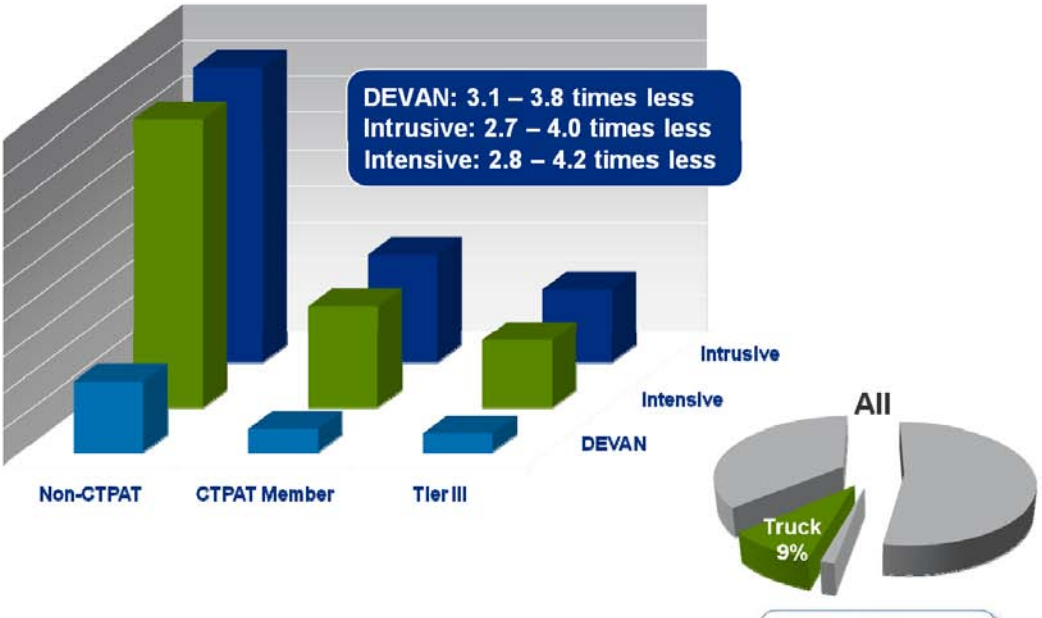
FY10 – Truck Entry Exams



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Enhancing Front of Line Privileges

- C-TPAT is working with OIT to address FOL benefit enhancements through automation
- Create localized solutions that address specific FOL issues at CBP Ports of Entry

Dedicated inspection bays for FAST shipments, newly constructed Laredo, TX port of entry.

2010 C-TPAT Cost and Savings Survey

The survey found the annual medians for the following:

- Cost to implement: $17,370
- Cost to maintain : $9,000
- Cost Savings: $5,350
- Time savings: 373 work-hours
- Approximately 2/3 of respondents indicated savings either exceeded or equaled cost, and the remainder indicated that cost outweighed savings.

C-TPAT Study Finding:

- According to the companies surveyed, **the real value of the program is being "responsible and reputable members of the business community"**

Validation Work Plan Focus in 2011:

- Conduct 2,800 validations
- Comprehensive validation plan for Air Carriers and Air Cargo Consolidator; disseminate best practices
- Revalidate Mexico Highway Carriers based on risk, for example where there are two or more actions required
- Strengthen annual review of the security profile process

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Increase Focus on Evidence of Implementation

Sample Matrix:

	Documented Procedures	EVIDENCE OF IMPLEMENTATION	How far back did you go?
Risk Assessment	☐ Document/checklist/form ☐ None ☐ WRITTEN PROCEDURES ☐ Documenation uploaded in portal ☐ Other _____	☐ Reviewed and obtained copy of procedures/documentation/files ☐ Reviewed procedures/documentation/files - no copy obtained ☐ Observed process / site tour ☐ Photo evidence / document scanned ☐ Explanation of compliance by management / department employee	☐ Current week_____ ☐ 1-6 months_____ ☐ 6-12 months _____ ☐ Over 12 months_____
Business Partners	☐ Document/checklist/form ☐ None ☐ WRITTEN PROCEDURES ☐ Documenation uploaded in portal ☐ Other _____	☐ Reviewed and obtained copy of procedures/documentation/files ☐ Reviewed procedures/documentation/files - no copy obtained ☐ Observed process / site tour ☐ Photo evidence / document scanned ☐ Explanation of compliance by management / department employee	☐ Current week_____ ☐ 1-6 months_____ ☐ 6-12 months _____ ☐ Over 12 months_____
Conveyance Security Inspection	☐ Document/checklist/form ☐ None ☐ WRITTEN PROCEDURES ☐ Documenation uploaded in portal ☐ Other _____	☐ Reviewed and obtained copy of procedures/documentation/files ☐ Reviewed procedures/documentation/files - no copy obtained ☐ Observed process / site tour ☐ Photo evidence / document scanned ☐ Explanation of compliance by management / department employee	☐ Current week_____ ☐ 1-6 months_____ ☐ 6-12 months _____ ☐ Over 12 months_____
Physical Access Controls	☐ Document/checklist/form ☐ None ☐ WRITTEN PROCEDURES ☐ Documenation uploaded in portal ☐ Other _____	☐ Reviewed and obtained copy of procedures/documentation/files ☐ Reviewed procedures/documentation/files - no copy obtained ☐ Observed process / site tour ☐ Photo evidence / document scanned ☐ Explanation of compliance by management / department employee	☐ Current week_____ ☐ 1-6 months_____ ☐ 6-12 months _____ ☐ Over 12 months_____

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Spotlight: Evaluation and Assessments Branch

- 2010 marked the first operational year of the EAB.
- Conducted 120 evaluations
- Outcomes:
  - Single, HQ-approved pre-validation questionnaire to ensure consistency
  - Identify training topics e.g. report documentation, security profile review
  - Improved compliance with internal controls and time frames
  - Conduit for member related concerns

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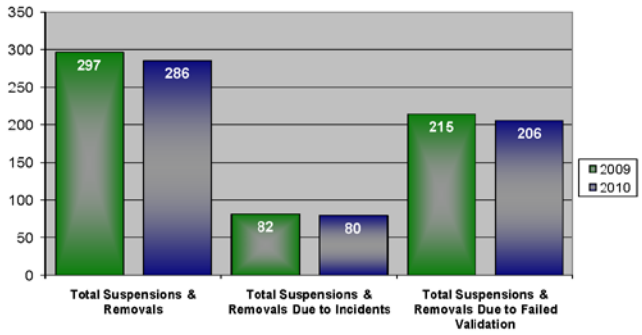
Maintain Current Compliance Posture



- Suspended or removed **286** members due to an incident or failed validation
- 3 percent decrease in comparison with 2009
- **52** appeals were filed in which the member appealed the initial suspension/removal determination. 19 cases were denied and 33 cases were approved and the partners were re-instated into the program.
- Self-reporting of suspicious activity to CBP is pivotal component of the C-TPAT program

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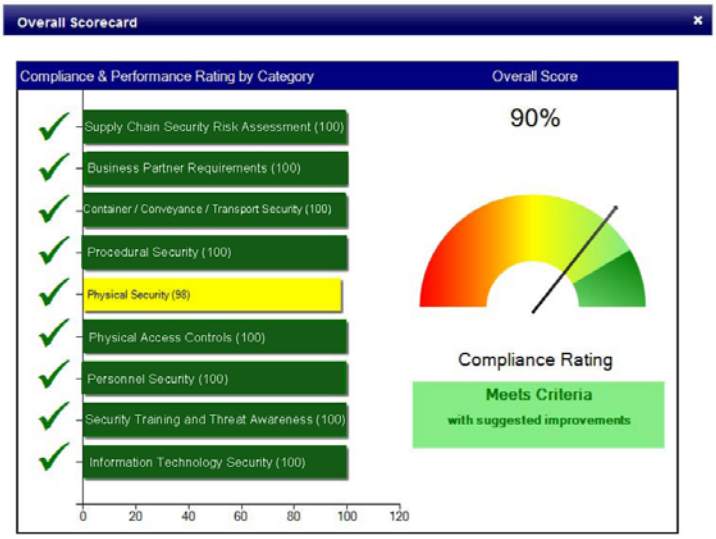
Validation Reports To Include Scorecard

- Collaborative effort with members of the trade, and C-TPAT personnel.



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AEO Programs around the World

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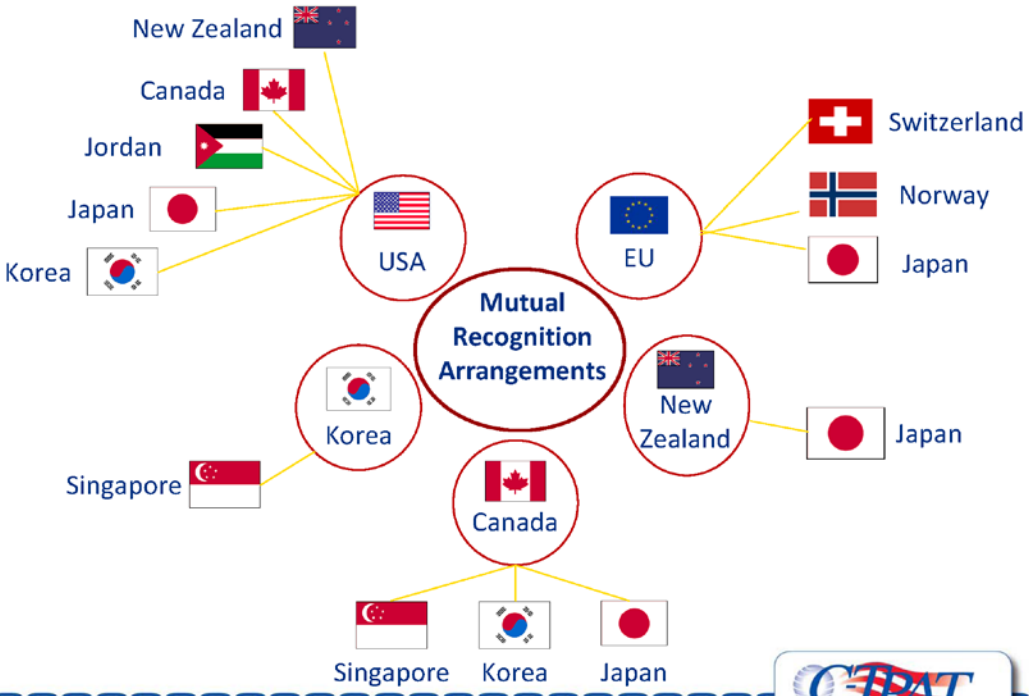
MRAs Around the World



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Supporting Authorized Economic Operator Programs

- China – General Administration of China Customs
- Colombia – Dirección De Impuestos y Aduanas Nacionales (DIAN)
- Dominican Republic – Dirección General de Aduanas (DGA)
- Ghana – Customs, Excise and Preventive Service
- India – The Central Board of Excise and Customs (CBEC)
- Israel – Israel Tax Authority, Customs Directorate
- Kenya – Kenya Revenue Authority
- México – Servicio de Administración Tributaria (SAT)
- Perú – Superintendencia Nacional de Administración Tributaria - (SUNAT)

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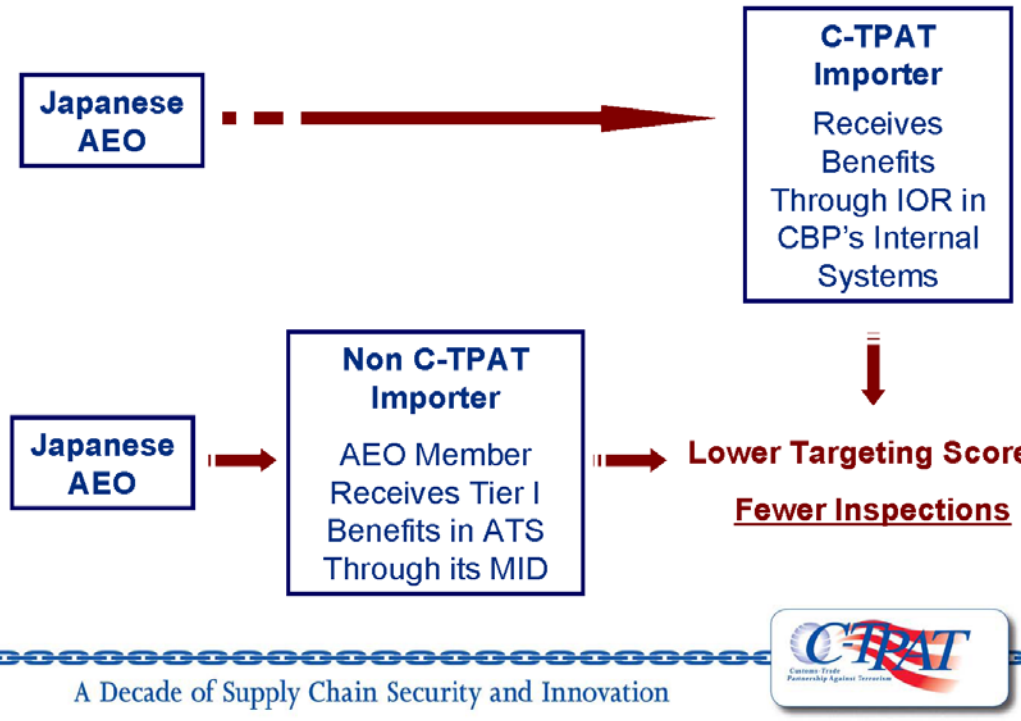
MR Benefit: Lower Targeting Scores



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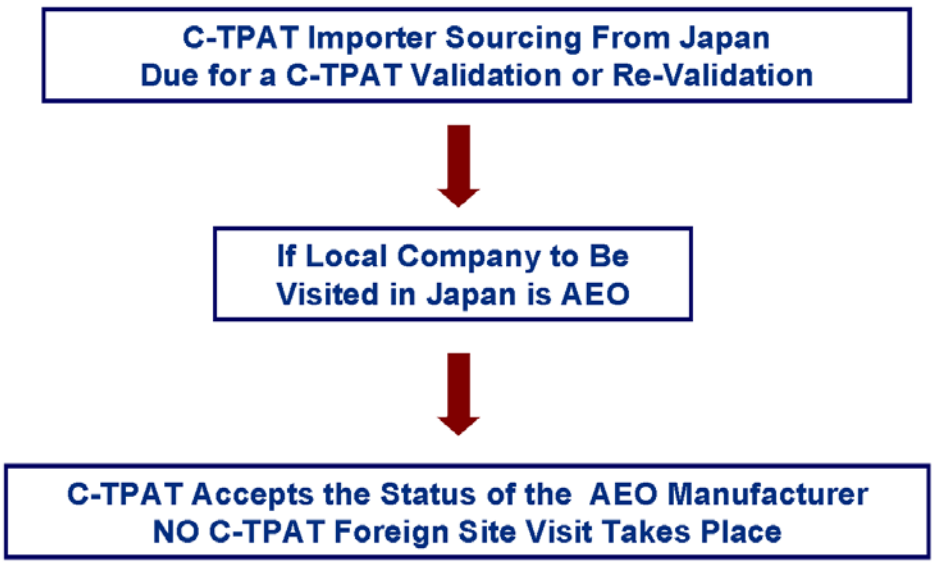
MR Benefit: Fewer Redundant Validations



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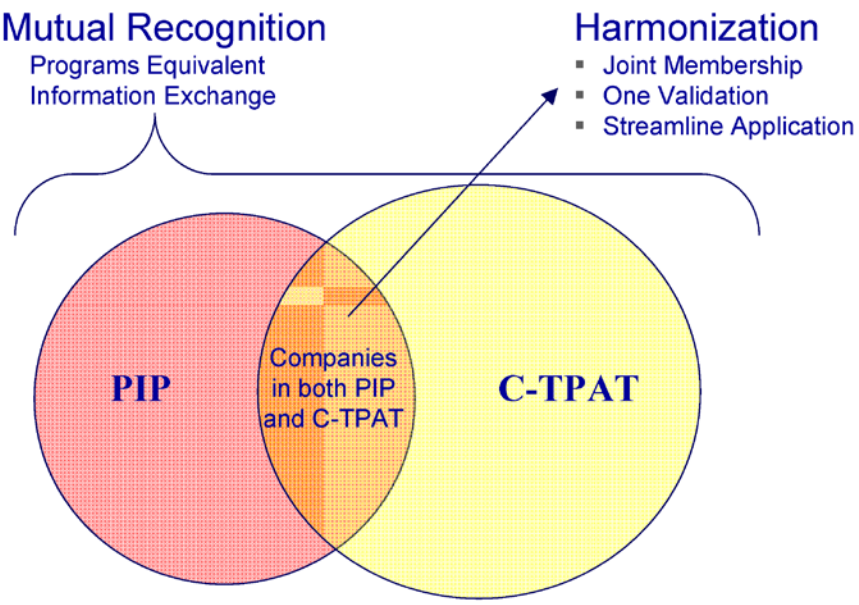
Mutual Recognition vs. Harmonization



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C-TPAT 2.0

- Redesign of the C-TPAT web portal
- Separate Customs and Trade interfaces
- Increase automated interactions with other CBP systems
- Align different line of business accounts into a corporate view, streamlining account maintenance, more efficient certification of new lines of business, validations, and validation responses
- Better resource management for both the Trade and C-TPAT

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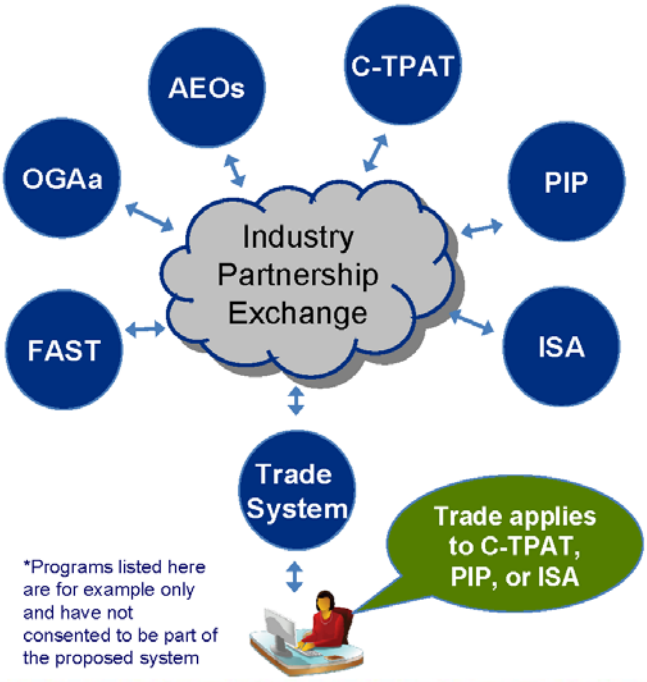
C-TPAT's Proposal



Industry Partnership Management Tool

- Easy account maintenance for multiple industry partnership programs across multiple countries and agencies
- Single window for trade into all client programs
- Inter-agency and international SCI system
- Ability to organize and manage different corporate divisions

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Industry Partnership Management Tool

Trade System Functionality

- Potential for single sign-on to multiple applications (Open ID)
- Manage company profile used across multiple agencies
- Subscribe to multiple agencies to apply for program benefits
- Agency Status List to maintain visibility into agency program statuses
- Isolates publicly accessible sites from secure CBP sites
- Multimodal support for one company and multiple business types

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Industry Partnership Management Tool Concept 2

XYZ Corporation	Location	C-TPAT	PIP	AEO (Japan)	FDA	TSA	ISA
XYZ Company A							
	Canada	Highway Carrier - Account 987654	PIP Account 1				
	USA	Importer - Account 876542					
	Mexico	Foreign Manufacturer 1 - Account 5432189					
	Mexico	Foreign Manufacturer 2 - Account 2356897					
	Mexico	Consolidator 1 - Account 5555555				TSA Facility 1	
	Mexico	Foreign Manufacturer 3 - Account 276438					
XYZ Company B							
	Canada		PIP Account 2				
	Canada		PIP Account 3				
XYZ Company C							
	Japan			AEO Account 123456			

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Moving Forward Together to the Next Level

- The C-TPAT model has adapted to achieve innovative and flexible solutions to address security challenges, and will continue to do so.
- Establishing a candid and open dialogue about security matters and incentives produces meaningful results.
- We must guard against security becoming yesterday's news, or run the risk or becoming today's headline.

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附件 19 介紹我國優質企業現況簡報檔

Current Status of Taiwan Customs AEO Program

March 28, 2011

OUTLINE

* Introduction
* Current practices of Taiwan AEO
* Conclusion

INTRODUCTION

2

Authorized Economic Operator · TAIWAN ·

TWAEO

TWAEO

3

Taiwan AEO Program Objectives

- Implement the WCO Framework of Standards to Secure and Facilitate the Global Trade
- Establish a partnership with the trusted trader to increase supply chain security
- Provide proper security controls to ensure the protection of the local markets
- Provide facilitation to trusted trader having demonstrated compliant efforts to secure their part in international supply chain to facilitate free flow of legitimate goods

TWAEO

4

Roadmap to Implement AEO

9. **Accomplish** Mutual Recognition in 2012
8. 52 certified AEOs in 2012
7. 14 certified AEOs in 2010
6. Conduct comprehensive training in 2010
5. Expand AEO participants in 2010
   Stage II : Apply AEO to all supply chain operators
4. Implement pilot project with 2 manufacturers in 2009
3. Include AEO into Authorized Trader System in 2009
   Stage I : Apply AEO to Importers and Exporters
2. Start to implement WCO SAFE Framework in 2009
   Sub-project : Implement AEO
1. Adopt the WCO SAFE Framework in 2006

5

Taiwan AEO Legal Framework Development

- Revise regulations to implement AEO on Dec. 25, 2009
  - ✓ Revise "Regulations Governing Customs Clearance Procedures for Import/Export Goods of Authorized Traders" to "Regulations Governing Customs Clearance Procedures for Import/Export Goods of Authorized Economic Operators"
  - ✓ Taiwan AEO Program came into force
- Made amendment of the Customs Act on May 12, 2010
  - ✓ Revise Article 19 of Customs Act to include all supply chain operators
- Revise the Regulation again in line with the Act's revision in Dec. 31, 2010
  - ✓ Revise the Regulation to "Regulations Governing Validation and Management of Authorized Economic Operators "

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Two Types of AEO Certificates

- General AEO (AEOC)
- Security and Safety AEO (AEOS)

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From AEOC to AEOS

AEOC (333)

Average annual trading volume no less than USD 7 millions in recent 3 years	No confirmed arrears of duty and penalty fine	Set up a computerized system for export/import procedures and financial management	Computer interface with Customs for online declaration

+

Proven financial solvency	No serious violation of regulations in the past 3 years	Meet the security criteria

=

AEOS (20) Importer/Exporter: 17, Customs Broker: 3

TWAEO

Last updated on Mar. 25, 2011

References of Taiwan's AEOS

AEOS is based on AEOC and plus WCO SAFE, C-TPAT, and EU AEO concepts.

TWAEO

Criteria for Granting AEOS Status

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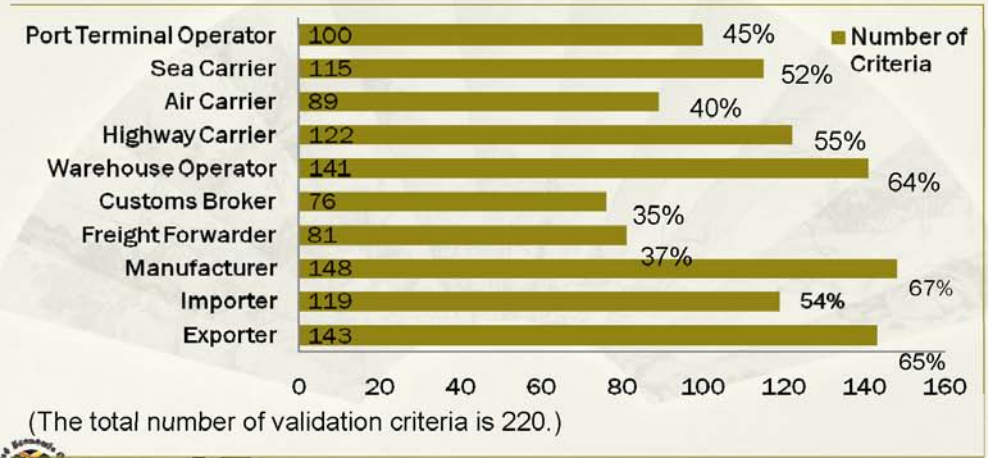
Criteria Statistics

The number of validation criteria for each supply chain operator and the percentage it accounts for.



(The total number of validation criteria is 220.)

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AEO Validation and Management Website

http://aeo.customs.gov.tw

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CURRENT PRACTICES OF AEO

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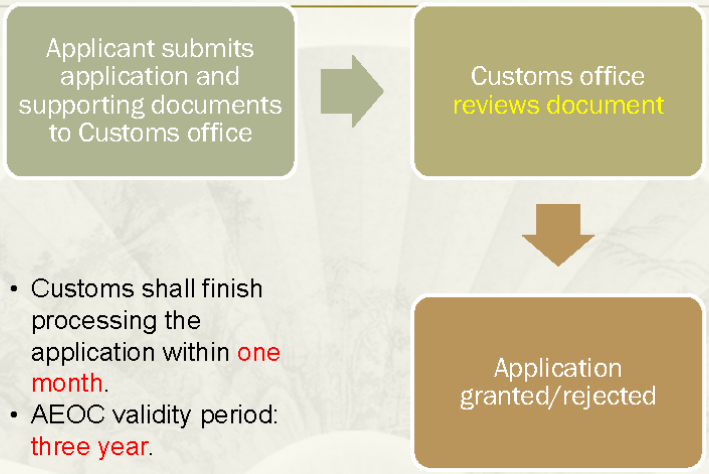
Application Process - AEOC



- Customs shall finish processing the application within one month.
- AEOC validity period: three year.

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Application Process - AEOS

- Customs shall finish processing the application within three months.
- AEOS validity period: three years.

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Self-Review - AEOS
AEOS shall perform self-review at least once a year
The result of self-review shall be submitted to Customs for recordkeeping
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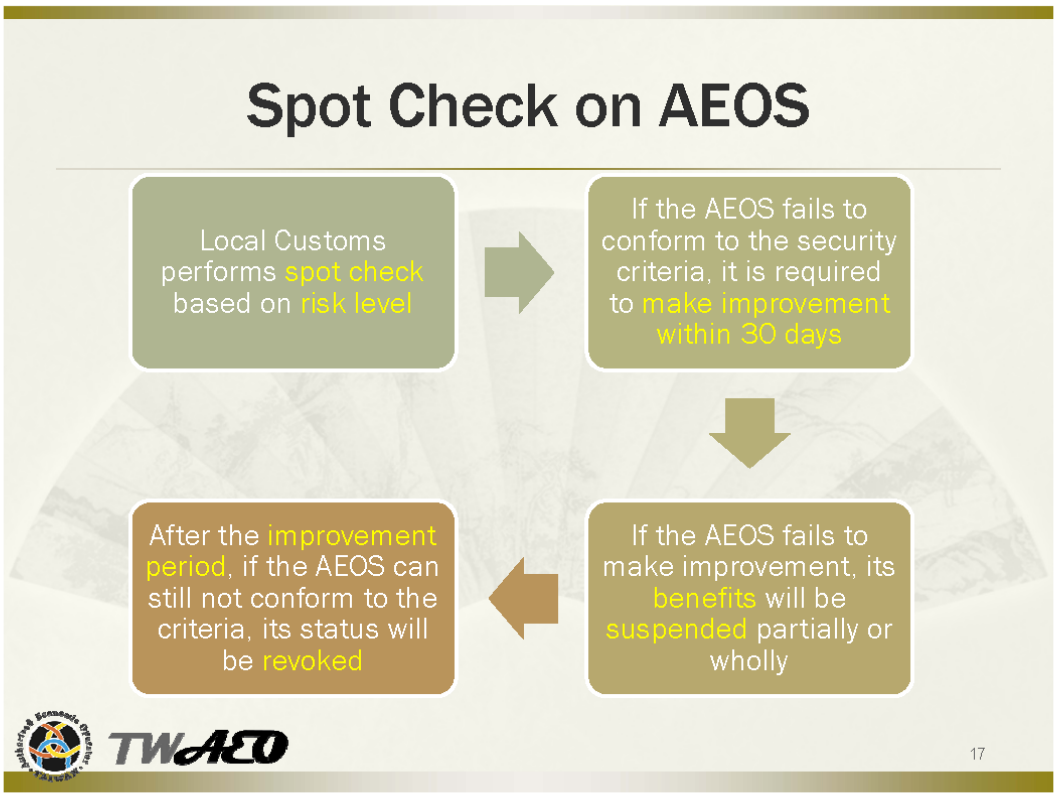
Spot Check on AEOS
Local Customs performs spot check based on risk level
If the AEOS fails to conform to the security criteria, it is required to make improvement within 30 days
If the AEOS fails to make improvement, its benefits will be suspended partially or wholly
After the improvement period, if the AEOS can still not conform to the criteria, its status will be revoked
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Revocation of AEOS

Serious violation of regulations

Operational or financial worsening

Fail to conform to the security criteria or make improvement within 30 days

Fail to pay off duty

AEOS status will be revoked and prohibited from reapplying for three years

If one of the 4 conditions is met, the status of AEOS will be revoked.

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Conclusion

Taiwan Customs has

- ✓A fledged operational program in place;
- ✓A strong validation process built into the program; and
- ✓A strong security component built into the program.

other Customs

Taiwan Customs

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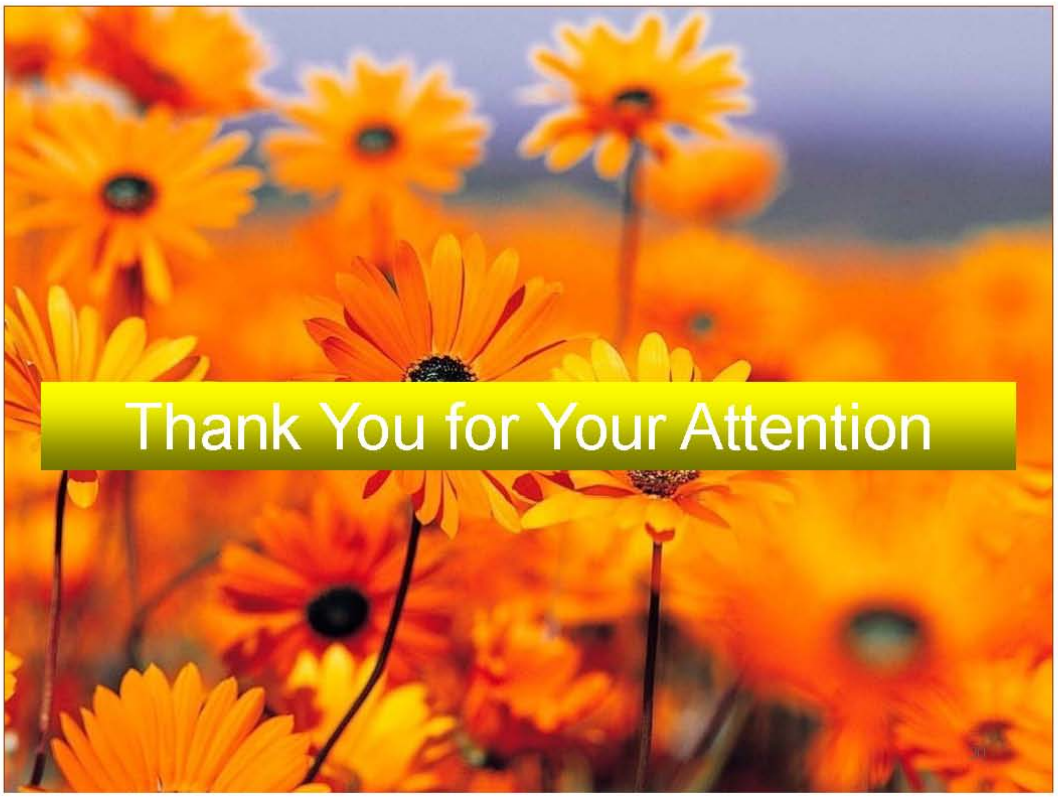
Thank You for Your Attention