

MPF and Preferential Trade Programs (Updated November 24, 2017)

Free Trade Agreements					
	Preference Program	SPI	Country	MPF	Citation and Notes (TPL goods are never exempt)
1	AUFTA	AU	Australia	Exempt	Per 19 CFR 24.23(c)(8)
2	BHFTA	BH	Bahrain	Exempt	Per 19 CFR 24.23(c)(9)
3	CLFTA	CL	Chile	Exempt	Per 19 CFR 24.23(c)(7)
4	CAFTA-DR	P, P+	El Salvador, Guatemala, Honduras, Nicaragua, Dominican Republic, Costa Rica	Exempt	Per 19 CFR 24.23(c)(10)
5	ILFTA	IL	Israel	Exempt	Goods of Israel are exempt irrespective of whether the ILFTA is claimed and irrespective of their country of export, per 19 CFR 24.23(c)(5)
6	JOFTA	JO	Jordan	Not Exempt	Not exempted by 19 CFR 24.23(c).
7	MAFTA	MA	Morocco	Not Exempt	Not exempted by 19 CFR 24.23(c).
8	NAFTA	CA MX	Canada, Mexico	Exempt	Per 19 CFR 24.23(c)(3). However, E criterion goods (Annex 308.1) are not exempt unless eligible to be marked as products of Canada or Mexico
9	OMFTA	OM	Oman	Exempt	Per 19 CFR 24.23(c)(11)
10	PETPA	PE	Peru	Exempt	Per 19 CFR 24.23(c)(12)
11	QIZ	N	Jordan	Not Exempt	Per 19 CFR 24.23(c)
12	QIZ	N	Egypt	Not Exempt	Per 19 CFR 24.23(c)
13	QIZ	N	West Bank, Gaza	Not Exempt	Per 19 CFR 24.23(c) (See CSMS 16-000047)
14	SGFTA	SG	Singapore	Exempt	Per 19 CFR 24.23(c)(6), includes Integrated Sourcing Initiative (ISI) goods
15	COTPA	CO	Colombia	Exempt	Per 19 CFR 24.23(c)(14)
16	KORUS	KR	Korea	Exempt	Per 19 CFR 24.23(c)(13)
17	PATPA	PA	Panama	Exempt	Per 19 CFR 24.23(c)(15)

See page 2 for information on MPF and Special Trade Legislation Programs.

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Special Trade Legislation Programs					
	Preference Program	SPI	Country	MPF	Citation and Notes
1	AGOA	D	GN 16(a) for country list	Not Exempt / Exempt	MPF exempt if: <ul style="list-style-type: none"> Product of GSP least-developed beneficiary developing country irrespective of claim or country of export (List in GN 4(b)(i)) Textile goods entered in 9819 See 19 CFR 24.23(c)(1)(i) and (iv)
2	CBERA	E	GN 7(a) for country list	Exempt	Exempt irrespective of whether CBERA is claimed and irrespective of the country of export, per 19 CFR 24.23(c)(1)(iii)
3	CBTPA	R	GN 17(a) for country list	Exempt	Exempt irrespective of whether CBTPA is claimed because they are a subset of CBERA, above See 19 CFR 24.23(c)(1)(iii)
4	Civil Aircraft	C		Not Exempt	Not exempted by 19 CFR 24.23(c).
5	DCMAO			Exempt	Per 19 CFR 24.23(c)(1)(i)
6	Freely Associated States (FAS)	Z	Marshall Islands, Micronesia, Palau	Not Exempt	Not exempted by 19 CFR 24.23(c)
7	GSP	A, A*	GN 4(a) for GSP countries and 4(b) for LDBDCs	Not Exempt / Exempt	MPF exempt if: <ul style="list-style-type: none"> Product of GSP least-developed beneficiary developing country irrespective of claim or country of export (Listed in GN 4(b)(i)) See 19 CFR 24.23(c)(1)(iv)
8	Insular Possessions	Y	U.S. Virgin Islands, Guam, American Samoa, Northern Mariana Islands	Exempt	Products of insular possessions are exempt irrespective of whether preference is claimed and irrespective of their country of export, per 19 CFR 24.23(c)(1)(ii)
9	Intermediate Chemicals for Dyes	L		Not Exempt	Not exempted by 19 CFR 24.23(c)
10	Pharmaceutical Products	K		Not Exempt	Not exempted by 19 CFR 24.23(c)

See page 3 for additional information on MPF and Preference Programs.

DISCLAIMER: THIS INFORMATION IS FOR COMPARATIVE PURPOSES AND IS NOT LEGALLY BINDING

Additional information on the MPF and preference programs is available at <https://www.cbp.gov/trade/priority-issues/trade-agreements/merchandise-processing-fee>

MPF Increases

Per CSMS [17-000734](#), effective January 1, 2018, the MPF minimum for formal entries (class code 499) will increase from \$25 to \$25.67 and the maximum will increase from \$485 to \$497.99. The ad valorem rate of 0.3464% will NOT change.

MPF on Tariff Preference Level Goods

Tariff Preference Level (TPL) goods imported under a FTA (TPA) do not “originate” and thus are ineligible for the MPF exemption provided in 19 CFR 24.23(c). (Programming examples can be seen in CSMS [04-000012](#) and [04-000071](#))

MPF Exemption on Unconditionally Free Goods

Per CSMS [09-000292](#), the MPF exemption is available to unconditionally free goods even though "Free" is not listed in the "Special" column of the HTSUS. The good must meet a rule of origin and all other FTA requirements. (Programming examples for additional preference programs can be seen in CSMS [04-000012](#) and [04-000071](#))

MPF Exemption on Over-Quota Tariff Rate Quota (TRQ) Goods

If goods subject to a TRQ are entered with the benefit of a free trade agreement (FTA) that provides the MPF exemption but the in-quota allocation is filled, the MPF exemption does apply even though the special program indicator (SPI) is not listed in the “Special” column of the HTSUS corresponding to the over-quota tariff item. (HQ [H167136](#), July 29, 2011)