
Great Idea Form

Requirement Summary

GIF- 912		Status:		Submit Date:	July 14, 2009
Title:	CSPO GIF 912 (ENT-049) Diplomatic – Military Withdrawals				

Origination

Requirement Initiator:	Bonded Warehouse Subcommittee
Initiator Email:	
Initiator Phone:	
Sponsor:	Gary Rosenthal, CBP; Kim Santos, CBP

Source:

Source:
Trade Request

Business Sponsor

Business Office:	Office of Information and Technology
Executive Director for the Business Office:	Lou Samenfink

CSPO Planning

Change to CSPO System?	
Change Planned?	Where/When Planned? M2.3
Assign to System:	Assign to Release/Delivery:

Requirements Description

Business Area:	
Request Type:	Business Need
Impacts Trade?	Yes
Description of Change:	<p>ACE should allow the transmission of data and paperless release on withdrawals for Diplomatic Use or for Foreign Military Official or Personal Use. Due to the exemption on duties, taxes, and fees for these withdrawals provided for under HTSUS 9806.00.40 through 9806.00.55, ACE must provide a mechanism to accept the withdrawal data where the duties, taxes and fees are calculated and transmitted without triggering the payment of such duties, taxes and fees. A separate entry type is suggested to differentiate “duty free” withdrawals exempt from payment for Diplomatic Use/Foreign Military Official or Personal Use from withdrawals for consumption where duties are due and payable (type 31). The system should also provide a vehicle enabling the filer to consolidate individual orders on one withdrawal by date.</p> <p>Reciprocal privileges afforded to Personnel of Foreign Governments, International Organizations and other Special Persons are outlined within 19 CFR 148.81 through 148.86 and 148.90.</p> <p>In the case of Diplomatic Exemptions, the Proprietor of a Customs Bonded Warehouse must receive a properly executed Department of State Form DS-1504 before filing a duty-free consumption entry on CF 7501.</p>

	<p>Likewise, in the case of Foreign Military Exemptions, the Proprietor of a Customs Bonded Warehouse must receive a properly executed “Declaration for Exemption and Certification” Form from each individual member of the Foreign Armed Forces before filing a duty-free consumption entry on CF 7501.</p> <p>As it is the case that the Proprietor of a Customs Bonded Warehouse, by regulation, is required to use the CF 7501, Type 31, when making a “duty-free” withdrawal for Diplomatic or Foreign Military Use for merchandise currently stored within a Customs Bonded Warehouse, it would only stand to reason that the ACE system should allow for the “paperless” processing of these type of entries.</p> <p>In order to alert the ACE system that a “duty-free” entry for Diplomatic or Foreign Military Use is to be processed, it is suggested that a new ENTRY TYPE be created which would allow for the Duty, Tax, MPF and USER Fees to be shown on the CF 7501 but <u>not</u> to trigger the collection of such fees due to the exemption in the collection of such taxes as outlined in HTSUS 9806.00.40 though 9806.00.55.</p> <p>These types of withdrawals become the ideal transactions for paperless automation, preferably in summary form by date. They can be handled exactly the same as the proposed paperless type 31 withdrawals from a bonded warehouse for consumption with the exception of a data field to reference the Clearance number on the customer’s order.</p>
<p>Benefit of Change:</p>	<p>It is extremely important for the Trade to respond to the Diplomatic Community in a timely fashion. The process to have their orders approved by Department of State and by CBP in Washington D.C. prior to submitting to the warehouse proprietor is cumbersome enough without adding any further delays from the bonded warehouse due to paperwork processing by the bonded warehouse and further scrutiny by the local port prior to delivery.</p>
<p>Impact Assessment:</p>	

[System/Subsystem](#)

<p>System:</p>		<p>Cargo Business</p> <p>Area:</p>	
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Implementation Requirements

Needed By Date:		Change Urgency:	
Level of Effort:		Cost Estimate:	

Sponsor Recommendation

Sponsor Recommendation:	
Sponsor Comments:	

Board Disposition

Date:	Disposition:	Comments:

Next Steps:

Next Steps:

Reasons for

Return/Deferral/Withdrawn/Rejection/Forward to PO

Reason for Return:	
Reason for Deferral:	
Reason for Withdrawal:	
Reason for Rejection:	

Reason for Forward to PO:	
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Secretary Comments:

Comments:

Related Items:

CR#:	CR Name:
PTR#:	PTR Name:

Attachments

Attachments:	
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Action Descriptions

Document History

Action History

Date:	User Name:	Note:

Update History

Date:	User Name:	Note:
