



FOREIGN TRADE ZONE 132



The Oregon International Port of Coos Bay's 1,200 acres of Foreign-Trade Zone #132 reduces business costs giving you the competitive edge for moving goods to and from the U.S. market.



Learn about how FTZ 132
can help your business.



INVERTED TARIFF

The duty on components imported into the U.S. that are used in production/manufacturing activity may be assessed at the finished product duty rate rather than on its individual parts, materials or components.

ESTABLISHED QUOTA



Goods that have an established quota for entry may be placed in an FTZ until the quota opens or is removed. Such goods (with exception) may also be manipulated or manufactured into a product that is not subject to the established quota.



SUPPLY CHAIN SECURITY

FTZs require physical security measures, and are subject to certain access and inventory requirements, which lends to the improvements in the security of supply chains.

DUTY EXEMPTION



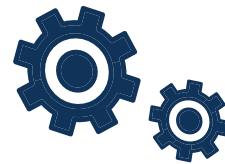
When calculating the dutiable value of foreign goods removed from the FTZ, FTZ users are able to exclude Zone costs related to processing, fabrication, general expenses, and profit. As a result, duties are not owed on labor, overhead, or profit attributed to the production activities. Additionally, no duties are assessed on merchandise sold from an FTZ to either the U.S. Military or NASA.



DUTY REFERRAL

Utilizing an FTZ can have impacts on import expenses and a business's cash flow resulting from duty deferral, reduction, or total elimination. Goods that are within a zone only incur an import duty once they are withdrawn and enter the U.S. market. Import goods that are not destined for an FTZ are charged a duty on each component of a device, as opposed to goods within a zone which can be packaged into a single unit.

Business Power



What is a FTZ?

Foreign-Trade Zones are designated areas within the geographic boundary of the United States that have been approved by the U.S. Customs and Border Protection (CBP) as being outside U.S. territory for purposes of duty collection. An FTZ is a designated area where merchandise, both domestic and foreign, receives the same treatment if it were outside the commerce of the United States. Importers, distributors, manufacturers, and other entities can utilize an FTZ to defer, eliminate, or reduce duties on imported goods.

What activities are permitted within a FTZ?

Activities permitted in the zone include but are not limited to storage, manufacturing/production, assembly, testing, sampling, relabeling, repackaging, manipulating, and destruction of goods.

How much cost savings does an FTZ provide?

In a foreign-trade zone, the pennies add up. Cost savings can include duty deferral, improved cash flow, reduced entry fees, and increased chain efficiencies. For example, there is only one weekly entry fee for merchandise in an FTZ zone regardless of the amount of entries that week. A company that averages 20 entries per week could realize annual savings of almost \$500,000 potentially on one merchandise item alone!

Cool! How to I get FTZ #132 status?

Activation of an FTZ zone, modification of existing boundaries or to have a new boundary established is done through the grantee of the zone. The grantee for FTZ 132 is the Port of Coos Bay.

Learn more:

Margaret Barber
External Affairs Manager
541-266-3713
mbarber@portofcoosbay.com