

CESAC MINUTES
November 15, 2005
Washington, DC

OPENING, WELCOME AND INTRODUCTIONS:

Agenda review for any additions or last minute changes, no changes were made.

Peggy Rutledge, Chair of CESAC, announced she resigned from Hapag Lloyd and will be working with Greene Line Systems.

Mary Anne Young, Hamburg Sud has been selected as the new Chair of CESAC.

CUSTOMS AND BORDER PROTECTION: ACS, AMS & AES

OFFICE OF FIELD OPERATIONS: Mr. Pete Flores & Ms. Leslie Bianchi:

CUSTOMS MODERNIZATION OFFICE: Mr. Kim Santos

AMS CLIENT REP BRANCH: Ms. Becky Lally

TRADE RELATIONS OFFICE: Ms. K. Compton

AES CBP – Mr. Blaine Villwok – Outbound OFO

CBP OFO – Ms. Cathy Saucedo – Wood Packing Regulations

AMS Issues:

NII code for AMS -

All ports should be using the NII codes, if you are not receiving the codes it is suggested you try to resolve with local port.

Sequencing? If going for NII and then intensive – 7H and then 1X or 1H before 7I. – 7I is not a release, it is only NII completed 1I is release. Currently these release codes are in ocean and rail.

FDA – receipt of ABI status message to ocean carriers

Currently paper is used to release of FDA holds. CBP said they need authorization of the FDA before they can develop FDA hold messages to be sent to carriers.

Carriers depend on the broker for holds and releases on FDA.

Empty bill Indicator- update & status

FTZ – Foreign Trade Zones – Mr. Jerry Leuters, CBP, will provide an explanation of the new FTZ codes: attached codes and implications regarding bond liability – review with technical and OFO

http://www.cbp.gov/xp/cgov/import/cargo_control/ftz/ftz_status_update.xml

Nov. 19 to production – 214 is there do not expect anyone to use until Dec. 2 – area port of Chicago, area port of Huston, and port of Greenville.

Further to our CESAC meeting in November, Jerry Leuters has confirmed the following are the five disposition codes that will be used in the handling of goods moving to the FTZ:

CESAC MINUTES
November 15, 2005
Washington, DC

BC Goods Not Authorized for Zone
This message will inform the Trade Partners that the Admission of the goods identified is prohibited.

BD Goods Accepted/No Qty Verification
This message informs the Trade Partners that the goods have been accepted by the zone but no qty verification has been performed.

BE Goods Arrived
This message informs the Trade Partners that the goods have arrived at the zone.

BG Admission Advisory
This message informs the Trade Partners that a CF214 has been authorized.

BH Admission Deleted
This message informs the Trade Partner that the CF214 has been deleted.

Discharge LA master in-bond to Chicago

Authorized for direct delivery to zone – proof that zone is authorized for direct delivery from the port director in which the FTZ is located – check to see if FIRMS code is approved

Non-direct delivery – 214 on file with CBP prior to goods to FTZ

Once CBP accepts – admission advisory posting to carrier BF

At same time sending 214 data to zone operator

Zone operator sends notice he will accept cargo to CBP

PTT submitted to CBP by carrier or zone operator –

 Can PTT at container level and multiple PTT per bol – partial entries – partial ptt

 PTT is by rail bill or container – no partials as far as carriers are concerned

 When authorized report received at Zone 1W on PTT

Zone operator will count manifest quantity – report concurrence message for the manifest quantity – if discrepancy before GO period –

Post bills with 1C for the quantity received in FTZ

FIRMS codes are on CBP website -

http://www.cbp.gov/linkhandler/cgov/import/carriers/firms_30.ctt/firms_30.txt

Direct delivery –

PTT to move goods directly to zone

V-bond could be cut directly to zone

CESAC MINUTES
November 15, 2005
Washington, DC

AES issues:

Ocean AES Vessel Transportation Module – CBP is now re-opening applications - Mr. Blaine Villwok :update

Service centers contacted regarding AES transportation module.
NVOCC module in AES is needed and will be in ACE

WOOD PACKING MATERIAL – SEPTEMBER 16TH ENFORCEMENT

Ms. Cathy Saucedo, CBP, Office of Field Operations, will be providing a Key Update to CESAC members as the informed compliance phase ends December 31st 2005.

http://www.cbp.gov/xp/cgov/import/commercial_enforcement/wpm/

Phased in approach – treatment of dunnage – not until full enforcement July 5 – Canada is allowing certification and US is not – in US only resolution is to export – dunnage has to be marked – even small pieces of dunnage –

Now in informed compliance – memorandums placed on cargo if not in compliance

If a question as to

Feb. 1, enforcement pallets and crates – will not be allowed entry and must be exported – if pests and treated – will still be exported

Finding significant non-compliance – EU non compliance is surprising

Question as to amend for destruction of unmarked wood.

Is a country required to take non-compliant goods back – no detail at this time

Mexico and Canada will take the product back – the US will take their own exports back

OFFICE OF MODERNIZATION – Mr. Kim Santos, Director for Cargo Control & Release – Business Requirements update on Status of requirements project and ACE functionality and how this Integrates ACS and ACE functionality via the Multi-Modal Manifest.

Mailing address for Kim Santos, Director Cargo Control & Release
7681 Boston Blvd.
Beauregard Bldg. 1st Flr., Wing A
Springfield, VA 22153

703-650-3002 Kim

703-650-3015 Chuck Bennett

703-650-3012 Jerry Leuters

CESAC MINUTES
November 15, 2005
Washington, DC

MMM –
Truck already is release M0
Ocean/Rail M1 December 2006
Air M2 2007
Export/Pipelines M3 2008
M4 2009

MMM – Ocean/Rail – close on requirements by Dec.

DEPT. OF COMMERCE – CENSUS -

<http://www.cbp.gov/xp/cgov/export/>

Update on status of Final Rules and any other export AES issue – Jerome Greenwell, Chief of Regulations

One of the attendees had counted that there are 11 exemptions which may be used when filing SED's

A review of the regulations is being done – still on target for January implementation.

Once published no action for 90 days

ITN or one of 11 exemptions or post departure filing exemption must be shown

Have set of mitigation guidelines

Informed compliance during the 90 days

MODE UPDATES:

AIR: M. White,

RAIL : Mike Tamilia, CN – many containers exported by rail with bad XTN or ITN number which may cause delays at the border – supposedly CBP is looking at only 25%.

TRUCK: S. Scott

CANADA ACI – update on the USA origin cargo exemption – which is scheduled to end on December 12th 2005 – strategy and assist from The Montreal Ship Fed and World Shipping Council, Jim Moram and Chuck Diorio respectively

CBSA is to have a Nov. 24 meeting and an update will be forthcoming.

BULK OCEAN CARRIER ISSUES: OFO and ACS Client Rep Branch:

Ms. Stacie Speckman, Lauren Maritime, and Mr. Dan Crowe, FEDNAV general issues of concern in operating and AMS related topics

Customs entry is filed against the master bill.

CESAC MINUTES
November 15, 2005
Washington, DC

MEETING SCHEDULE FOR 2006

February	15 & 16	Wednesday PM and Thursday
May	15 & 16	Monday PM and Tuesday
August	14 & 15	Monday PM and Tuesday
November	13 & 14	Monday PM and Tuesday