

FOREIGN TRADE ZONE 101



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Jennie Foglia-Jones
Communications, Marketing &
Outreach Manager

Presentation Overview

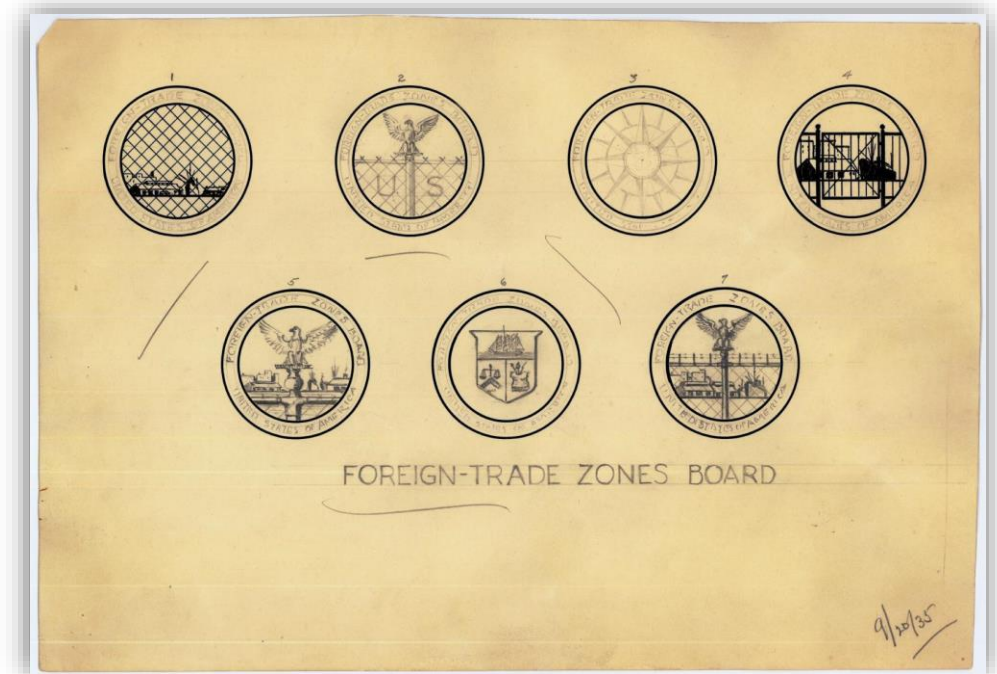
- What is a Foreign-Trade Zone (FTZ)?
- Why were they Established?
- Community Benefits
- FTZ Advantages
- About FTZ #216
- Zone Structure

What is an FTZ?

- A program created by the Federal Government in the 1930's that is thriving today.
- Its purpose is to facilitate trade and increase the global competitiveness of U.S.-based companies.
- A secure area located in or near a Port of entry considered out side of U.S. commerce.

Why were FTZs established?

- To encourage and expedite U.S. participation in international trade
- Create a level playing field – Create US Jobs
- Stronger economy
- Retention of technology



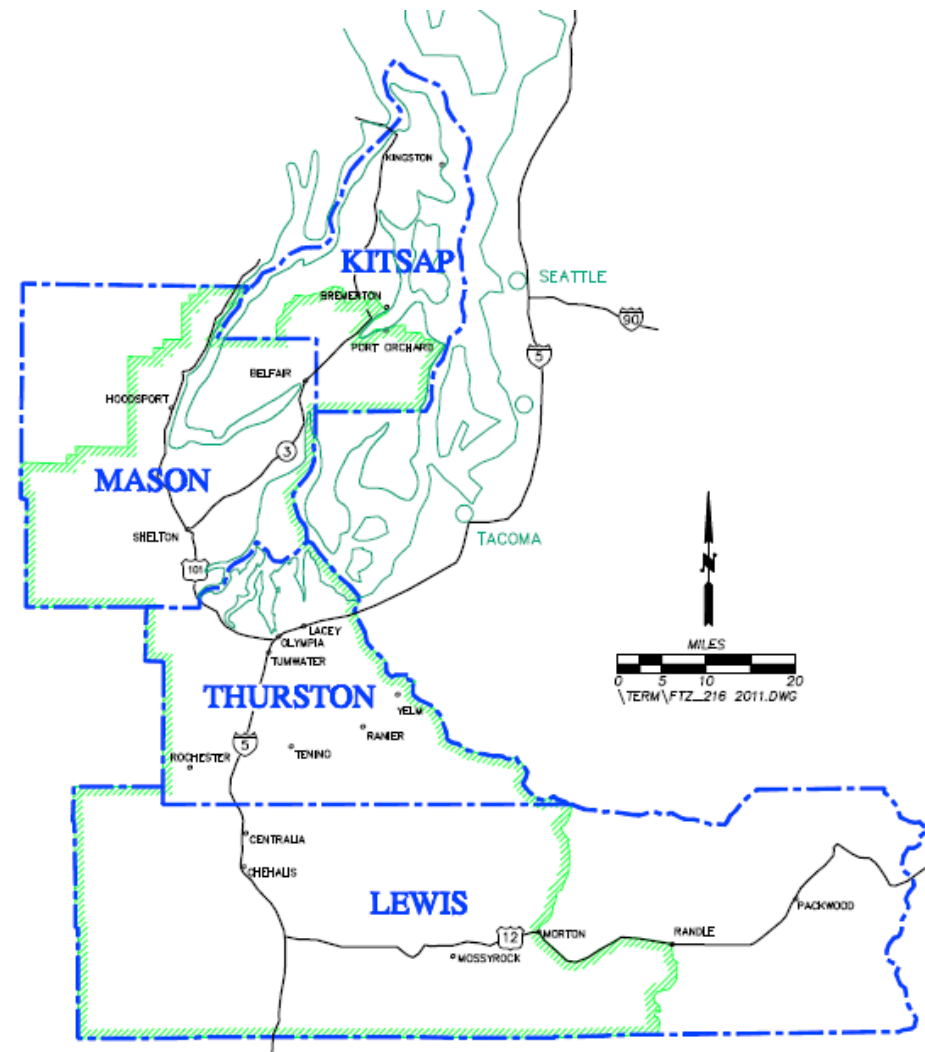
FTZ Advantages

10 Ways to Save

1. Eliminate Duty
2. Inverted Duty Tariff
3. Re-Export
4. Savings on Duty for Product Damage, Defect, Waste and Scrap
5. Duty Savings on Value Added Cost of Goods
6. Duty Deferral – Storage of parts
7. Quality Control
8. Operational Efficiencies – Direct Delivery
9. Administrative Savings – Weekly Entry
10. Savings on Merchandise – Processing Fee

Where is FTZ #216?

- 9 Designated Jurisdictions
 - A: Port of Olympia/Tumwater
 - B: City of Lacey
 - C: City of Yelm
 - D: Port of Centralia
 - E: Chehalis (City & Port)
 - F: Port of Shelton
 - G: Port of Bremerton
- 4-County Area



**SOUTH PUGET
SOUND FTZ #216**

 = SERVICE AREA FTZ #216
 = COUNTY LINES

FTZ #216 Zone Structure

- Alternative Site Framework
- Benefits to Alternative Site Framework
 - Expanded Boundaries
 - Faster Activations
 - Simplified Manufacturing Permit Process

FTZ #216 Users

- Bordeaux Wine Locators - Tumwater
- Darigold - Chehalis
- IP Callison – Lacey & Chehalis
- Michaels - Centralia



Questions?