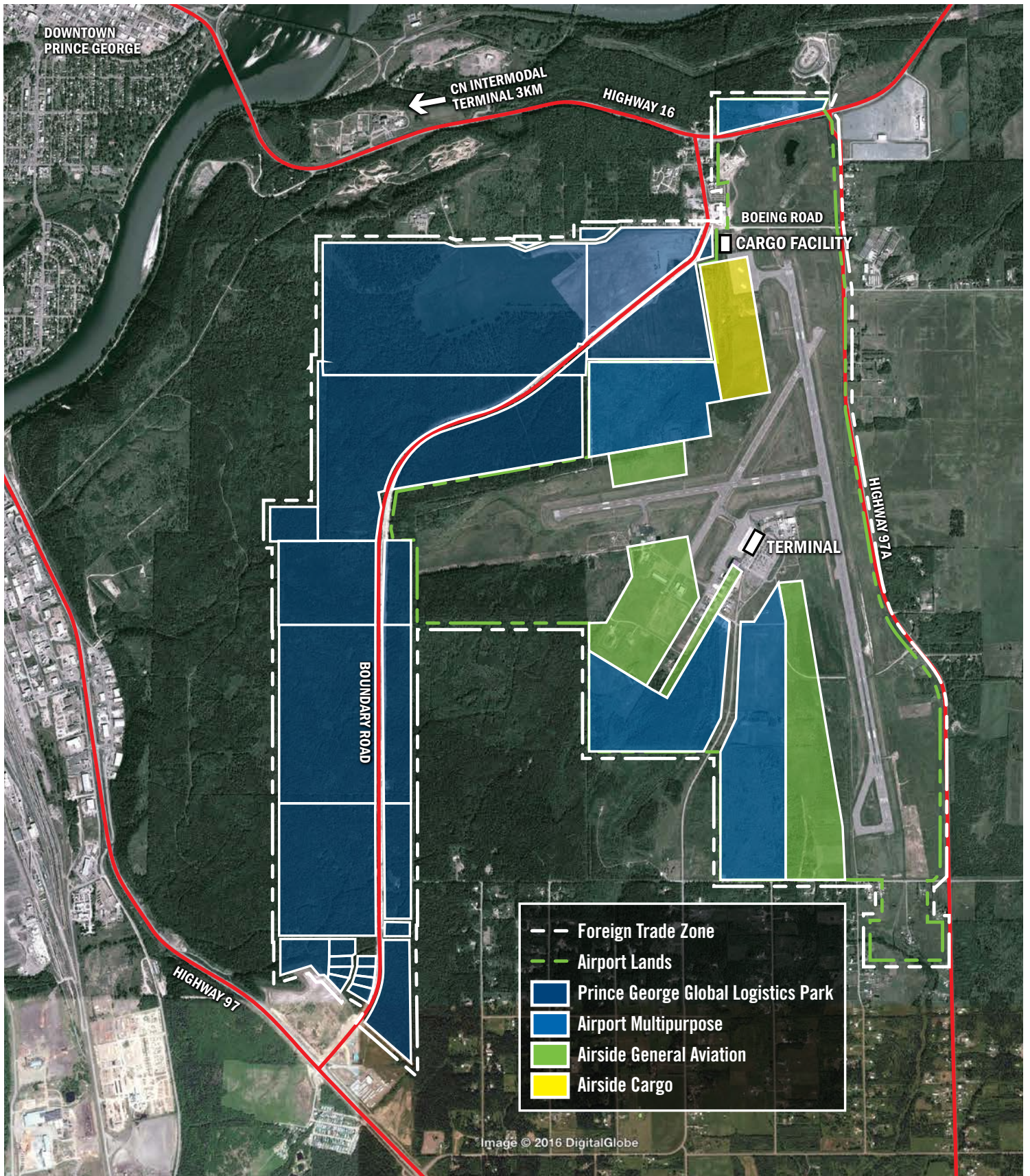


PRINCE GEORGE FOREIGN TRADE ZONE



Prince George Foreign Trade Zone

Prince George is Canada's western-most inland port and newest Foreign Trade Zone. A Foreign Trade Zone (FTZ) is an officially designated location that is eligible for tariff and tax exemptions on raw materials, components, or finished goods imports. Investing in the Prince George FTZ helps businesses connect with provincial, national, and international markets by way of the city's transportation network:

- The Prince George Airport (YXS).
- A CN intermodal terminal.
- Provincial Highways 16 and 97.
- Access to the Port of Prince Rupert and the Port of Metro Vancouver.

Foreign Trade Zone Benefits

Program	Main Benefit	Main Qualifications
Duties Relief Program	Upfront relief of duties	Goods must be exported within four years
Drawback Program	Refunds duties for exported goods	Goods must have been exported within four years
Customs Bonded Warehouse	Defers/relieves duties and taxes	Goods must not be substantially altered
Export Distribution Centre Program	Upfront relief of GST/HST on certain imports and domestic purchases	Must be export-oriented commercial entity that adds only limited value to goods
The Exporters of Processing Services Program	Upfront relief of GST/HST on certain imports	Goods must belong to non-resident and be re-exported after being processed

Opportunities

Airport Land

- 283 hectares (ha) of leasable land.
 - Airside general aviation
 - Airside Cargo
 - Multipurpose
- 929 square metres of cargo warehouse leasable area.
- Security fenced.

Global Logistics Park Land

- Over 1,214 hectares of shovel-ready light industrial land.
- Privately owned.
- Option to have direct airside access with security fence.

Task Force

Prince George's single-window service allows investors direct access to:

- Canada Border Services Agency.
- Canada Revenue Agency.
- Transport Canada.
- Foreign Affairs and Trade Development.
- Industry Canada.
- Export Development Canada.

For more information on the One-Window Task Force, contact the Economic Development staff.

Economic Development

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1100 Patricia Boulevard
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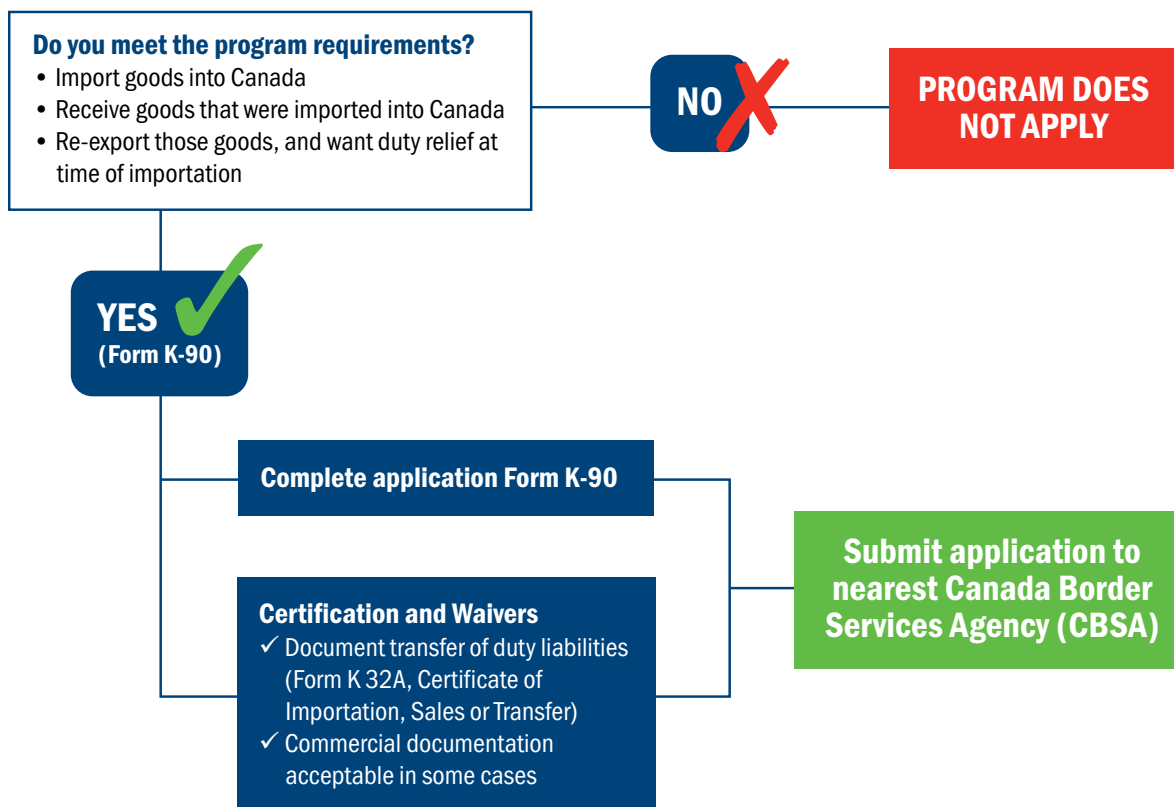
Prince George Foreign Trade Zone

The Duties Relief Program (DRP)

With duties relief, you may not have to pay duties on imports that you store, process or use to manufacture other products, provided you later export the goods or products. Duties relief has other benefits, such as the following:

- You have up to four years from the date of importation to export your goods before you have to pay duties.
- You can sell or transfer the goods to other authorized duties relief participants without having to pay duties. In this case, the receiving company assumes liability for any duties.
- You can substitute Canadian-made parts for imported ones to produce a finished good to help you meet changing market conditions.
- You do not need to post security: for example, no bonds or licensing fees are required.

How does the program work?



Additional notes for the Duties Relief Program

- CBSA may occasionally check to make sure you are complying with these requirements.
- CBSA will review the application and visit the premises.
 - Applications will be denied if money is owed to the government.
- A unique certificate number is issued if the application is approved.

Form K-90

<http://www.cbsa-asfc.gc.ca/publications/forms-formulaires/k90.pdf>

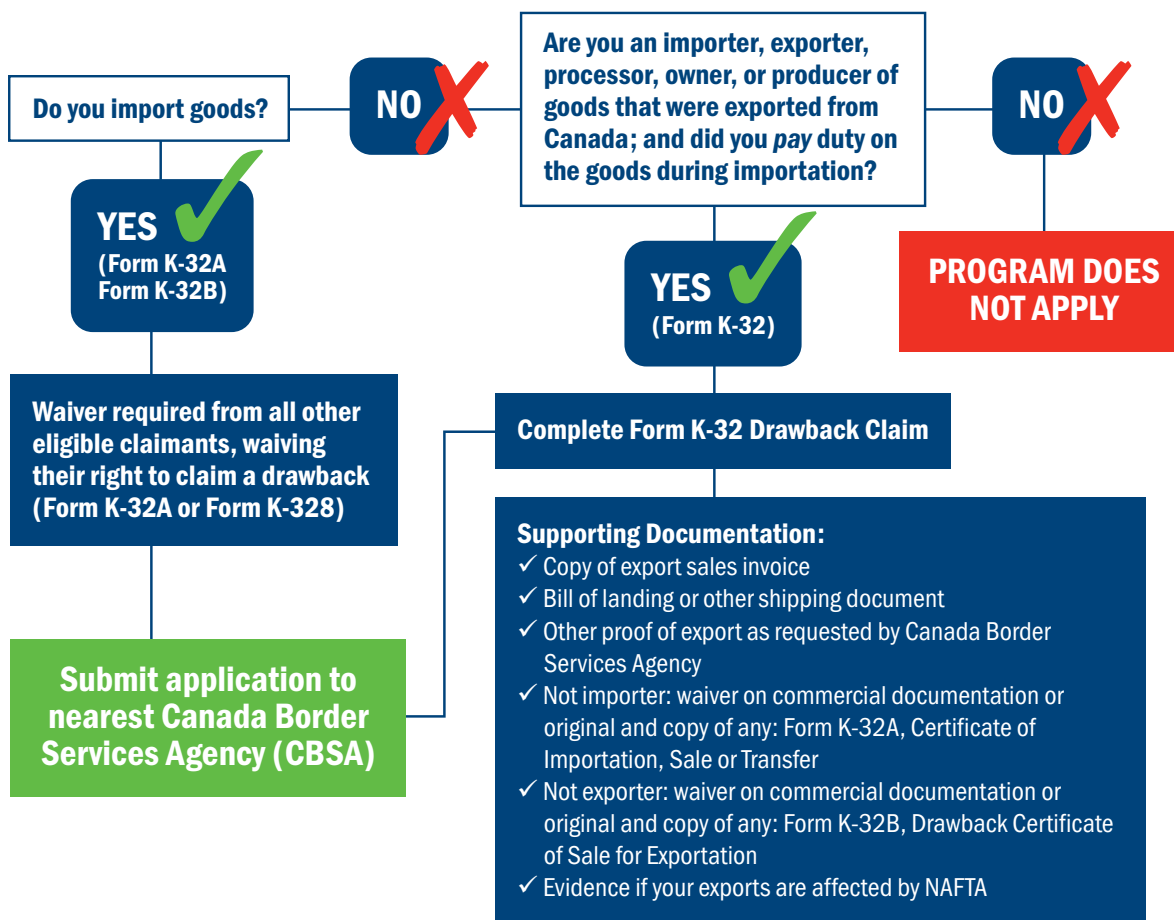
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Duty Drawback Program (DDP)

Under the duty drawback option, you may be able to recover duties already paid on goods that were subsequently exported. The claim must be filed within four years of the date of importation.

You can apply for a drawback if you export the goods in the same condition in which they were imported, or if you use them in the manufacturing of other goods that are exported.

How does the program work?



Form K-32

<http://www.cbsa-asfc.gc.ca/publications/forms-formulaires/k32.pdf>

Form K-32A

<https://www.cbsa-asfc.gc.ca/publications/forms-formulaires/k32a.pdf>

Form K-32B

<https://www.cbsa-asfc.gc.ca/publications/forms-formulaires/k32b-16.pdf>

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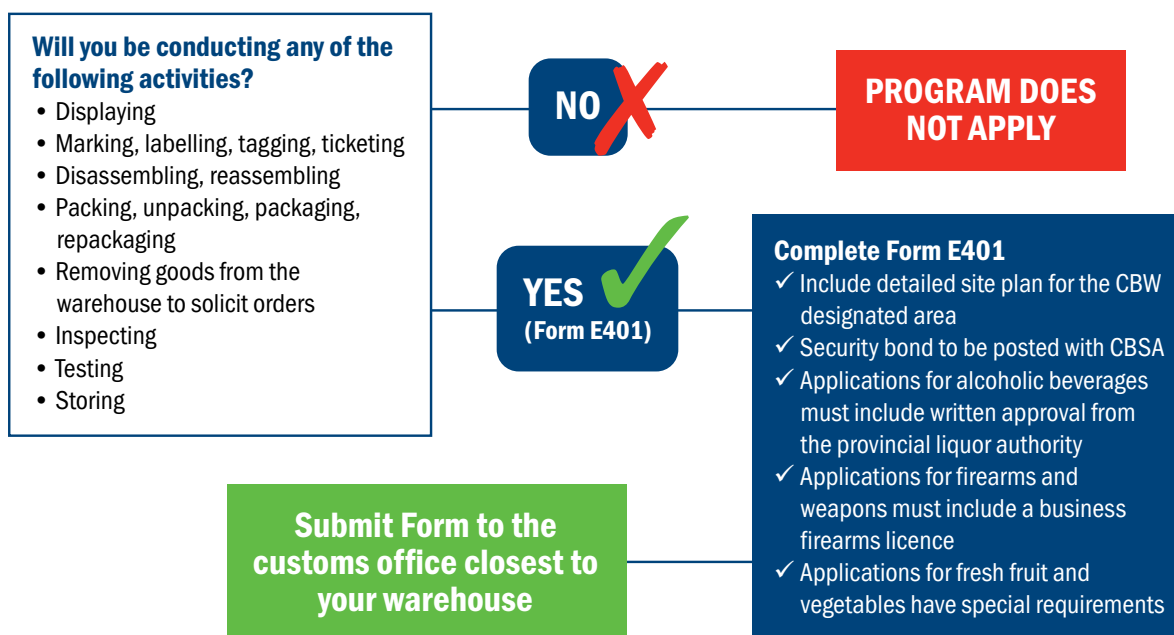
The Customs Bonded Warehouse Program (CBW)

A customs bonded warehouse is a storage facility that your company operates under the authority of the CBSA.

The following are some of the benefits of using a customs bonded warehouse:

- Can be an unconventional warehouse, such as an office or hotel room.
- You do not pay duties and taxes until the goods enter the Canadian marketplace.
- If you export the goods from Canada, you do not pay duties and taxes.
- You can import goods in bulk, store them in your warehouse and remove them as you need them.

How does the program work?



Additional notes for operating a Customs Bonded Warehouse

- Successful applicant receives customs bonded warehouse licence with unique licence number.
- Must present permits, certificate, authorizations, and/or waivers for all goods. Restricted goods without permits will be denied entry.
- Periodic verifications will be conducted based on risk analysis.
- Consequences for failing to comply can result in a monetary penalty to licence cancellation.
- Your records must track the movement of all goods, including:
 - Movement into the warehouse.
 - Transfers to and from the warehouse.
 - Allowable activities undertaken.
 - Ex-warehouse movements.
 - Acknowledge receipt of goods into the warehouse.
- A licence transfer requires a new application. To transfer a license, submit Form B3 type 30.
- Notify the CBSA at least 60 days in advance to amend or cancel a license.

Form E401

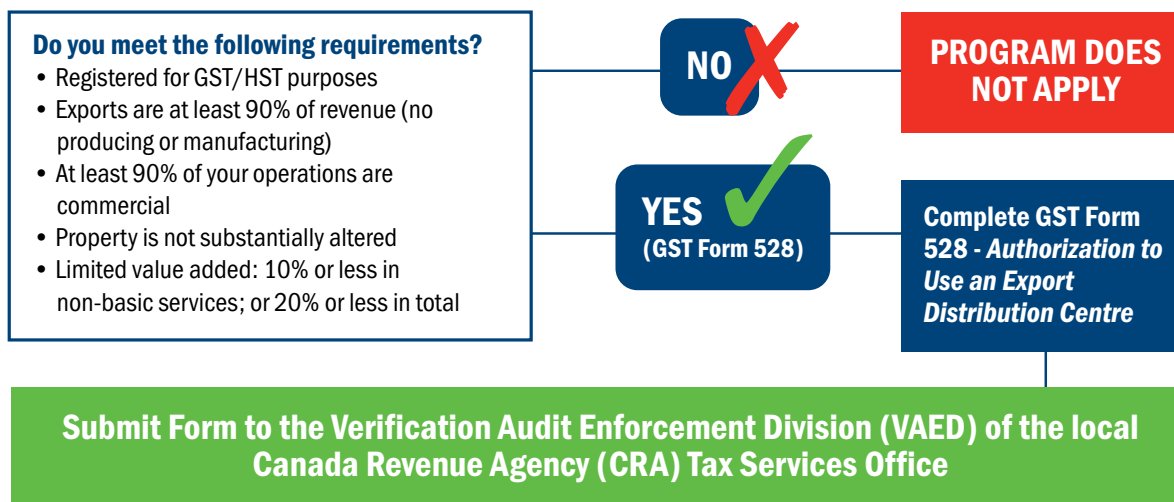
<https://www.cbsa-asfc.gc.ca/publications/forms-formulaires/e401.pdf>

Prince George Foreign Trade Zone

The Export Distribution Centre Program (EDCP)

The EDCP program benefits export-oriented businesses that import goods and/or acquire goods in Canada, process them to add limited value and then export them. The “limited value” criterion is a key factor here, since the EDCP is not intended for companies that manufacture or produce new products for export. The program is of particular value to businesses involved in the processing of goods, such as distributing, disassembling or reassembling. Under the program, EDCP participants do not pay federal Goods and Services Tax (GST) or a Harmonized Sales Tax (HST) on most imported goods or on domestic purchases of goods worth \$1,000 or more.

How does the program work?



Additional notes for participating in the Export Distribution Centre Program

- The VAED will be in contact to review the application.
- Successful applicants will be notified in writing of the effective date and the expiry date of authorization. An EDCP authorization number will be provided that can be used to purchase or import goods tax-free.
- EDCP authorization must be renewed every three years by submitting the GST Form 528 again to the nearest CRA Tax Services Office, at least three months before expiry.
- “Basic Services” include:
 - Disassembling or reassembling the goods, if they have been assembled or disassembled for packing, handling or transport.
 - Displaying, inspecting, labelling, packing, storing or testing the goods.
 - Removing a small sample of the goods to solicit orders for goods or services.
 - Cleaning, diluting, maintaining, servicing, preserving, separating defective goods, sorting or grading, trimming, filing, slitting, cutting, and complying with any applicable law of Canada or a province, as long as the characteristics of the goods are not materially altered.

GST Form 528

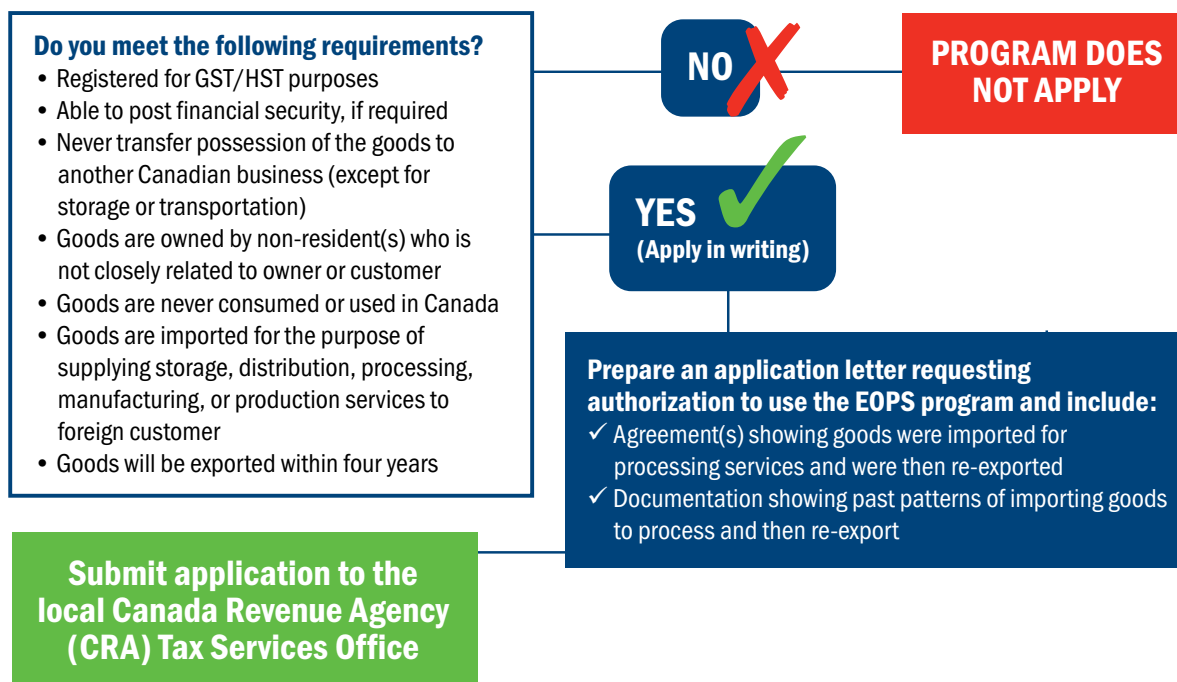
<https://www.canada.ca/content/dam/cra-arc/formspubs/pbg/gst528/gst528-16e.pdf>

Prince George Foreign Trade Zone

The Exporters of Processing Services Program (EOPS)

Administered by the CRA, the EOPS program relieves participants of the obligation to pay GST/HST on imports of goods belonging to non-residents, provided that these goods are imported for processing, distribution or storage and are subsequently exported.

How does the program work?



Additional notes for participating in the Exporters of Processing Services Program

- Applicant may request GST only or GST and duties relief. If requesting duties relief, submit Form K-90 to local Canada Border Services Agency (CBSA) office.
- If eligible for EOPS, CRA will conduct a field audit.
- Successful applicants will be issued an EOPS authorization number, which must be disclosed when accounting for the non-taxable importation of goods.
- Authorization will be cancelled if:
 - The program conditions were not or will not be met .
 - Authorization is used inappropriately.
- To renew authorization, reapply in writing to the nearest CRA Tax Services Office every three years, at least three months before expiry.



CITY OF
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