



G7 One Step

Electronic  One Step



Electronic Export

G7 INITIATIVE

PHASE 1

IMPORT ONE STEP
ELECTRONIC EXPORT

G7 INITIATIVE

Topics

- **What** is the G7 Initiative?
- **How** does the G7 Initiative contribute to harmonization of trade data?
- **Where** does the G7 Initiative fit into the future of CCRA?
- **What** is G7 Electronic Export?
- **What** is G7 Import One Step?
- **How** do I participate in these programs?

G7 INITIATIVE

CCRA & Trade Facilitation

What is G7 Initiative?

- To standardize and simplify customs data and requirements among G7 customs administrations
- Develop Import, Export and Cargo data sets to establish common data element definitions
- Develop standardized electronic message using EDIFACT
- **Status:**
- G7 data sets finalized and handed over to WCO as version 1 of WCO data model in December 2001.
- UK and Canada to implement import and export in 2003

G7 INITIATIVE PROMOTING TRADE FACILITATION International Activities

G7 Initiative is beginning to pay dividends:

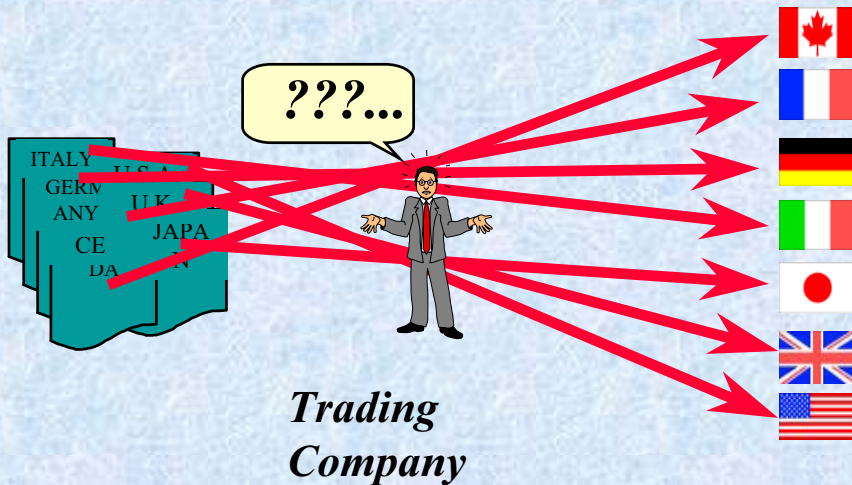
- G7 Initiative & WCO Data Model
- G7 Canada – UK Project
- Container Security Initiative – CSI
- WCO Security Task Force

G7 INITIATIVE

Trade Facilitation & Data Harmonization

- Expanded use of EDI
- Accelerate pre-arrival reporting to avoid delays at the border
- Identify key elements for risk and integrate data elements into import/export process
 - involve trade community
 - harmonization with other customs administrations (WCO, USCS trans-border initiatives)
- Simplify and streamline data elements & EDI messages

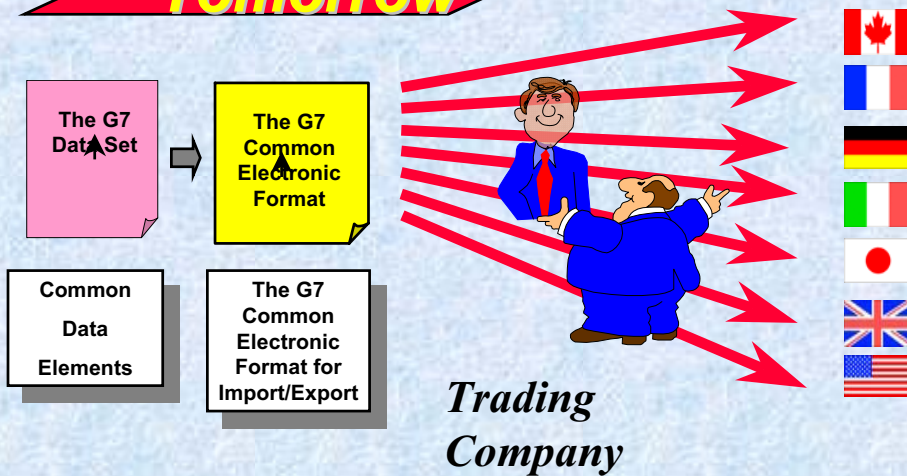
Today



CONFUSION

- Data definitions
- Electronic message format
- Extensive data manipulation

Tomorrow



SIMPLIFICATION

- Reduce Data Elements
- Common Data definitions
- Standardized Electronic format
- Eliminates need for extensive data manipulation

G7 INITIATIVE

Advantages to Traders

- Standardize and reduce the number of data elements
 - Import Data Set reduced from over 800 data elements to 130
- Import & Export messages share same message structure – Export data set corresponds to Import data set
- Advantages of EDI extended to Export
- Reduce transmission costs by transmitting release + accounting information together in a single message
- Reduce costs associated with managing information and manipulating data in export-import trade chain
- Data compatibility benefits of standardization allows for quicker deployment in other countries

G7 INITIATIVE



G7 One Step



Electronic One Step

IMPORT ONE STEP

Service Option for Release + Accounting

RELEASE ON FULL DOCUMENTATION
(RFD)

IMPORT ONE STEP PROCESS

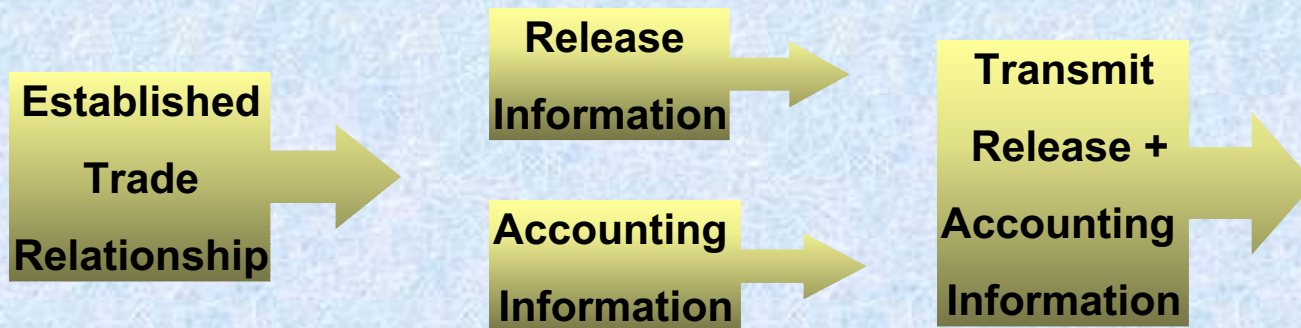
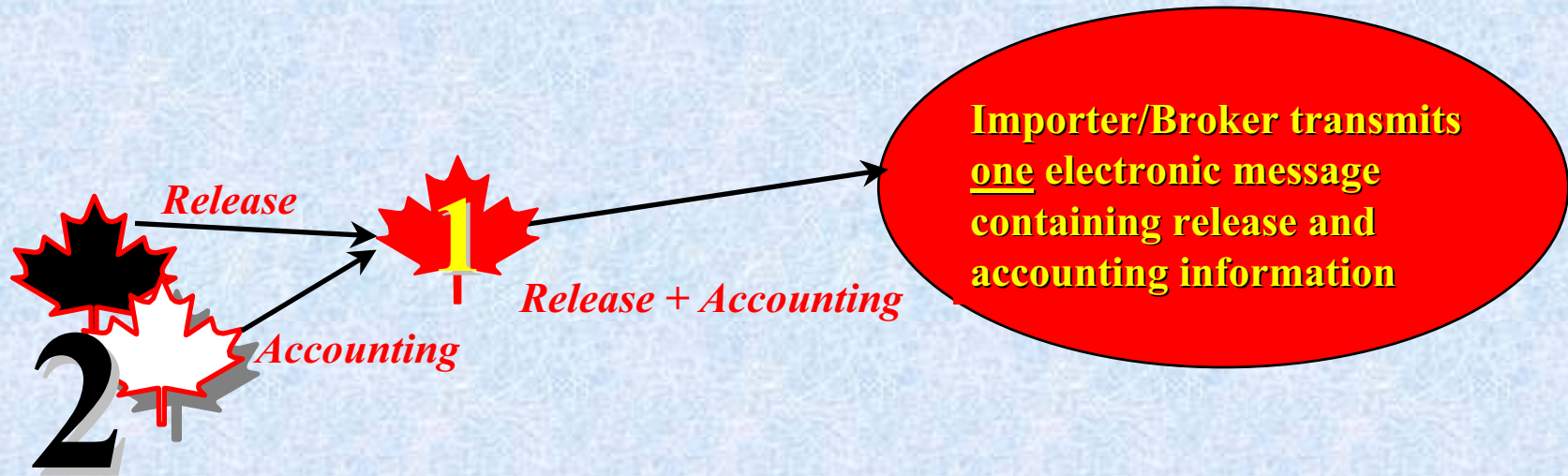
(RELEASE ON FULL DOCUMENTATION)

What is Import One Step?

- A new Customs Action Plan initiative to provide Importer/Broker the opportunity to transmit a single electronic message containing both release and accounting information, prior to the release of goods
- Existing deferred payment features available under the current Two Step process are retained
- Existing AMPS penalties continue to be applicable to One Step shipments
- No new AMPS penalties being introduced for One Step process
- New Import One Step process is known as **Release on Full Documentation (RFD)**



New Import One-Step Release on Full Documentation Process



G7 INITIATIVE
IMPORT ONE STEP PROCESS
(Release on Full Documentation)

- Recognizes modern trader relationship
 - Intra-company trade & known supply chain
 - Release & Accounting information known prior to release
- Part of re-engineered commercial process for frequent shipments of repetitive goods for intra-company and known supplier transactions
 - CSA/FAST
 - G7/Electronic One Step

G7 INITIATIVE

IMPORT ONE STEP PROCESS

(Release on Full Documentation)

7 **New** things under Import One Step:

- Single EDI message which includes release and accounting information to obtain the release of goods
- Y50 Reject Notice may identify both release and accounting errors
- Rejects for invalid or incomplete accounting errors will delay release of goods
- Y52 Reject Notice may be received after release of goods that identifies accounting errors
- Mandatory 10 digit HS code required for all detail lines
- New Inbound message maps and Outbound message maps
- Harmonized data elements within the G7 countries to facilitate exports and imports

G7 INITIATIVE

IMPORT ONE STEP PROCESS

(Release on Full Documentation)

7 Things that remain the same under Import One Step:

- Pre-Arrival and Upon Arrival options available
- One Step shipments continue to qualify for Machine Release System processing
- ETA/VI shipments will be cleared using paper process
- One Step transactions will appear on Monthly K84 Statement
- Adjustments to One Step transactions will continue to use the B2 paper process
- Maximum number of invoice lines = 999
- CSA Importers will be able to use CSA Accounting Stream (RSF)

G7 INITIATIVE



G7 ELECTRONIC EXPORT

Service Option for EDI Export Declarations

G7 INITIATIVE ELECTRONIC EXPORT PROCESS

TODAY

- Paper
 - B13A
 - Summary Reporting
- Canadian Automated Export Declaration (CAED)

TOMORROW

- EDI
- 24/7 Availability
- Import/Export electronic declarations sharing the same data set and message structure
- Same technology and communication protocol (EDI-EDIFACT)
- Compatible with new Export Regulations

G7 INITIATIVE ELECTRONIC EXPORT PROCESS

7 New things under G7 Electronic Export:

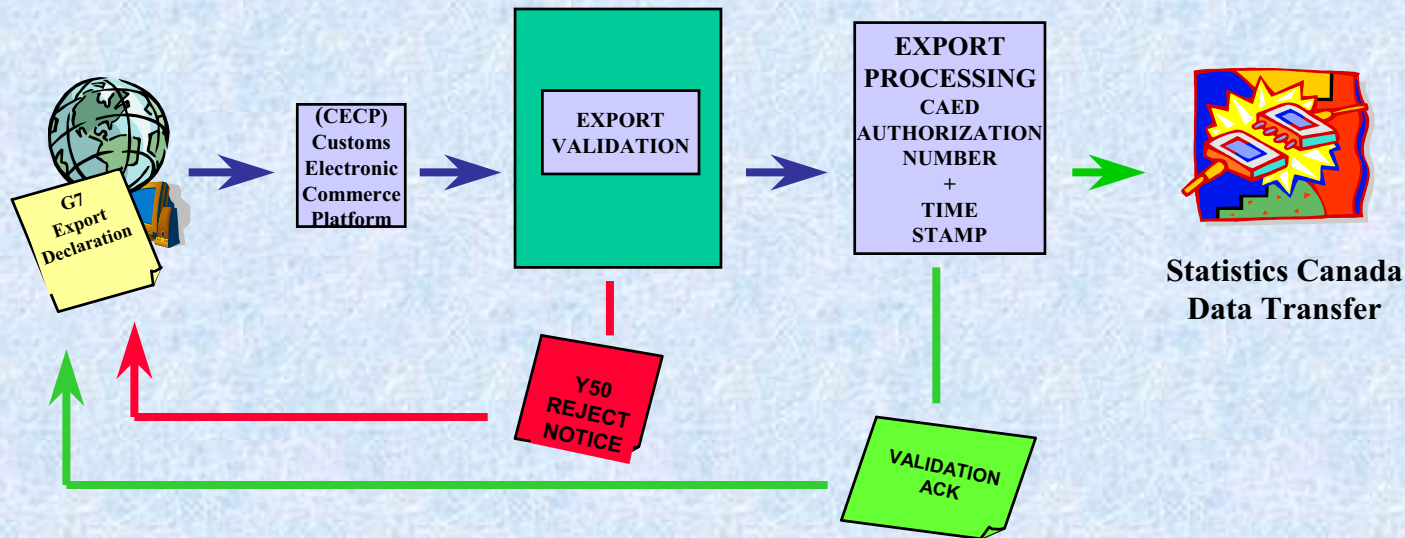
- EDI Option
- Transmittal 7/24 of Export Declarations
- Export Registration
- Export Declarations will require the 10 digit HS code
- Exporters will receive Outbound messages
- Electronic Y50 rejects
- Harmonized data elements within the G7 countries to facilitate exports and imports

G7 INITIATIVE ELECTRONIC EXPORT PROCESS

Export Registration

- Clients must complete the G7 Electronic Export Registration form and submit it to Statistics Canada
- Statistics Canada will complete a preliminary screening, issue the CAED Authorization ID and License number and return the application form to the Client as well as CCRA
- Clients will complete the Memorandum of Understanding form and submit it to CCRA
- CCRA will register the client as an active Exporter for the G7 Electronic Export Process and a testing regime will be set up

G7 ELECTRONIC EXPORT PROCESS



- Prior to export, the exporter or their agent transmits a G7 Electronic Export declaration containing B13 data
- Customs performs all syntax & data element validation edits on the EDI export data; where system edits find errors, the entire G7 Electronic Export message will be rejected.
- Where validation is successful, a Validation Acknowledgement will be sent; ACROSS will transfer the Export data, including the CAED Transaction Number and Date of Exportation to Statistics Canada

AT THE BORDER

- No Export review and Decision processing by Customs Inspectors is required prior to exit
- Customs Inspectors will have the ability to access the Export declaration through ACROSS
- Export declarations submitted under the G7 Electronic Export process will be subjected to the same targeting/risk assessment procedures as Export declarations reported through the current CAED process

Next Steps

- Traders identify themselves as participants.
 - Participants Requirement Document (PRD) is available
 - G7 Electronic Export
 - G7 Import One Step / Electronic One Step
 - Applications are now being accepted
 - CCRA meeting with traders who have expressed an interest in participating
- Implementation Activities
 - Program Application, Register EDI MOU
 - EDI Acceptance Testing – begins June 9, 2003
 - Production Start Date – June 30, 2003

Interested in Participating?

For more information please contact:

Steve Chapman

Manager, G7 Import Project

Phone: (613) 957-8634

Email: Steve.Chapman@ccra-adrc.gc.ca

or

Eric Sunstrum

Manager, Export / WCO Project

Phone: (613) 941-3773

Email: Eric.Sunstrum@ccra-adrc.gc.ca