British Jewellery & Giftware

POST EU TRANSITION
UK BORDER CONTROLS AND CUSTOMS PROCEDURES

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26th November 2020

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INTRODUCTION

- Customs arrangements will apply to trade with the EU from 1st January 2021
- UK/EU Trade Agreement
- The Taxation (Cross-Border Trade) Act 2018
- UK Global Tariff published in May
- Border Operating Model v2 published in October
- Northern Ireland Protocol – policy paper updated earlier this month
- 36 days to prepare

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BORDER OPERATING MODEL

- Trade between GB and the EU
- Major challenge to avoid disruption to trade flow
- Processes for hauliers and shippers
- UK Customs declarations required for imports from and exports to the EU27
- EU will require Customs declarations for exports to and imports from the UK

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GB IMPORTS FROM THE EU

- Customs declarations required from 1st January 2021 on certain Controlled Goods which includes goods subject to anti-dumping duty (eg ceramics originating in China)
- Most goods, from 1st January to 30th June 2021
  - Customs declaration upon arrival , OR
  - Record the entry in own record and make a full declaration within six months
    - Duty is not payable until the declaration is accepted
    - Duty must be paid through a Duty Deferment Account

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IMPORT DUTY AND VAT

- Duty Deferment Account
  - Up to £10,000 a month, no guarantee provided you are solvent and have no serious non-compliance issues
  - New application process
  - HMRC will be writing to all deferment account holders
- VAT
  - Postponed import VAT accounting (PIVA)
  - No pre-approval needed
  - But import VAT payable at import on consignments up to £135

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GB EXPORTS AND IMPORTS FROM EU FROM 1ST JULY 2021

- Export declarations are needed for EU trade from 1st January
- From 1st July import processes will be the same for EU goods as for trade with the rest of the world
  - Customs declarations must be made when, or before, goods arrive in the UK
  - Duty must be paid (or deferred) at the time of arrival

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GB TRADE WITH NORTHERN IRELAND

- No declarations or checks on goods moving from NI to GB
- Declarations on goods moving from GB to NI through a new Trader Support Service
- Register for TSS www.gov.uk/guidance/trader-support-service
- Additional requirements on goods moving from GB into NI which are deemed to be at risk of moving to the EU

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WHAT YOU SHOULD DO

- ❑ Don’t think it is not happening
- ❑ Check the duty rates
- ❑ Talk with your suppliers and customers in the EU
- ❑ Consider if you want to make use of the deferred declaration arrangements in January to June 2021
- ❑ Decide if you want to have your own duty deferment account
- ❑ Speak to your freight forwarders about making import and export declarations
- ❑ Be prepared for additional costs!

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