



Sheffield  
International  
Trade Centre

Brought to you by:

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# Q& A Session for Export and Import post EU Transition Agreement From 01/01/2021

**SHORTS**



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## 3 Phases to Customs Controls - Phase 1

### Phase 1 – 1 Jan 2021

Traders importing standard goods, covering everything from clothes to electronics, will need to prepare for **basic customs requirements**, such as keeping sufficient records of imported goods, and will have up to six months to complete customs declarations.

While tariffs will need to be paid on all imports, **tariff payments can be deferred** until the Customs declaration has been made.

There will be checks on controlled goods like alcohol and tobacco, as well as Dangerous Goods.

Businesses will also need to consider how they account for VAT on imported goods – Postponed VAT Accounting.

There will also be physical checks at the point of destination or other approved premises on all high risk live animals and plants.

## Phase 2

- From 1 April 2021
- All products of **animal origin (POAO)** – for example meat, pet food, honey, milk or egg products – and all regulated plants and plant products will also require pre-notification and the relevant health documentation.
- This will include all dairy products such as cheese, butter and yogurts. It will also include meat products such as burgers, processed meat etc.

## Phase 3

- From 1 July 2021
- Traders moving all goods will have to make **declarations at the point of importation and pay relevant tariffs.**
- Full safety and security declarations will be required, while for SPS commodities there will be an increase in physical checks and the taking of samples: checks for animals, plants and their products will now take place at GB Border Control Posts.

## What do we need to consider?

- Exporting
- Importing
- Irish Traffic
- Export Declarations
- VAT and Postponed VAT accounting
- Customs Approvals EORI; Deferment Accounts; CFSP; Trusted Trader (REX;AES;AEO);
- Duty Tariffs – UK Global Tariff
- How will your relationship change with your EU Customers and Suppliers

## 1/. What do we need to consider- Exporting?

- How will your relationship change with your EU customers?
- Duties payable on entry to country of destination – Who will pay and how much?
- VAT payable on entry to country of destination – Who will pay and how much?
- Export declarations from the UK – Responsibility/Consequences.
- Import declarations to country of Import - Responsibility/Consequences.
- INCOTERMS: ExW – FCA – DDP – DAP?
  
- **TALK TO YOUR CUSTOMERS**
- **TALK TO YOUR FREIGHT FORWARDERS**

## 1/. What do we need to consider- Importing?

- How will your relationship change with your EU suppliers?
  - Duties payable on entry into the UK– Who will pay, how much and when do you have to pay?
  - VAT payable on entry to the UK– Who will pay, how much and when do you have to pay?
  - Export declarations from country of export – Responsibility/Consequences.
  - Import declarations to the UK - Responsibility/Consequences.
  - INCOTERMS: ExW – FCA – DDP – DAP?
  - Do your goods fall under Excise controls? (Alcohol; fuel etc)
  - Do your goods require and import licence or fall under the dual use clause?
  - EIDR, CFSP, DEFERMENT ACCOUNT
- 
- **TALK TO YOUR SUPPLIERS.**
  - **TALK TO YOUR FREIGHT FORWARDERS.**

## Irish Traffic – moving goods from UK to Ireland

### XI EORI NUMBERS

From 1 January 2021 all traders sending goods to Northern Ireland will need an EORI number that starts with XI to move goods between Northern Ireland and non-EU countries

If the trader already has an EORI number that starts with GB and HMRC believes that they need one that starts with XI, they will automatically send one in mid-December 2020.

To obtain advice on moving goods between Great Britain and Northern Ireland, the trader should sign up for the **Trader Support Service (TSS)**. If the business signs up before 23 November, this will also ensure that the trader will be sent an EORI starting with XI <https://www.gov.uk/guidance/trader-support-service>



## The Tariff

- UK Global Tariff. <https://www.gov.uk/guidance/uk-tariffs-from-1-january-2021>
- No change for some Commodities
- Several Commodities – Reduced Tariff
- Many commodities – Zero Duty rate

## Other Requirements

- EORI Number
- Import/Export Transaction Spreadsheets
- HMRC MSS Transaction System – Excel Spreadsheet of all Import/Export Transactions
- Documented Import/Export Procedures (SOPs), including Customs Procedures
- Regular Import/Export Management Checks and Audits

## Other Requirements 2

- Duty and VAT Management
- Approved Exporter status (AES) or Registered Exporter (REX)
- HMRC Approvals for Customs Warehousing, IPR
- Relaxed Rules on Financial Guarantees
- Increased Trader Awareness and Competence
- Training in Customs Procedures

## EU Actions

- Full Customs Border Checks as from 1 Jan 2021
- EU pre-clearance using Brussels ICS
- Need for EU VAT/EORI Number if using DDP
- Stringent Documentation Requirements

# Are You Prepared? – Audit.

**Sheffield Chamber International trade Centre offers ‘prepare for end of transition audit’. This is a totally bespoke service where we focus on your EU and non-EU export and import activity.**

- We can advise you on what you, your customers and suppliers need to know and to plan for.
- We look at the commodity codes of your products and can work out the bottom line cost to your business.
- We can advise on the added cost to your customers in the EU and countries where we will lose FTA status
- Can advise you on customs systems such as IPR, Customs Warehousing, Deferment accounts and the benefit to your business.
- Can help you put transaction records into place and stay 100% compliant with HMRC expectations.
  
- You will receive a risk assessment based on the HMRC non compliance risk register
- A full report on what needs to be done including a gap analysis highlighting shortfalls.

For more information please call Nick on 0114 213 2991 or email: [nick.Patrick@scci.org.uk](mailto:nick.Patrick@scci.org.uk)

## TRAINING SESSIONS – EU EXIT

### •Full Day:

- The Import Process - 27/01/2021 - 9.30am
- The Export Process - 11/02/2021 - 9.30am
- Customs Procedures - 02/03/2021 - 9.30am

### •Half Day:

- Incoterms - 11/03/2021 - 1pm
- Commodity Codes - 25/03/2021 - 9am

More information: <https://www.scci.org.uk/training/international-trade/>

## TRAINING SESSIONS

### International Trade Operations and Procedures (ITOPS)

ITOPS is a recognised International Trade Qualification covering the main elements of import/export administration.

This practical and relevant qualification is designed to prove that candidates have the necessary skills to accurately operate the administration procedures in an international trade administration environment.

- **81% Funding Available through the Skills Bank**

- *Sheffield Chamber have 81% pre-approved funding for this course, via the Sheffield City Region Skills Bank. Please contact us for more information on 0114 201 8888 or email [training@scci.org.uk](mailto:training@scci.org.uk)*



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Thank you

Call our team today on 0114 213 2991 or  
email [customs@scci.org.uk](mailto:customs@scci.org.uk)



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If you need Help for Brexit, you can count on the Sheffield Chamber International Trade Centre for:

- Brexit Compliance Audit
- Customs Warehouse
- Inward / Outward Processing Relief
- Deferment Account
- CFSP
- Import VAT accounting
- REX, AES and AEO applications
- INCOTERMS
- Tariffs
- Import/Export Declarations