

SUMMARY TABLE OF CONTENTS

About the Authors	v
Table of Cases	xi

CHAPTER 1

OVERVIEW

1. INTRODUCTION	7
2. CUSTOMS LAWS RELATING TO DUTIES AND TAXES	12
3. CUSTOMS POLICIES	18
4. CUSTOMS ISSUES	21
5. DUTIES RELIEF PROGRAM	37
6. DUTY DRAWBACK	38
7. NAFTA REQUIREMENTS FOR DRAWBACK AND DUTY DEFERRAL	39
8. TEMPORARY IMPORTATION	40
9. CANADIAN GOODS ABROAD	41
10. END USE PROGRAM	41
11. DIVERSION OF GOODS	42
12. REFUNDS	42
13. ABATEMENT OF DUTIES	43
14. LABELLING, MARKING AND FRENCH LANGUAGE	43
15. PRODUCT STANDARDS	44
16. <i>CANADA CONSUMER PRODUCT SAFETY ACT</i>	45
17. IMPORT CONTROLS	46
18. EXPORT CONTROLS	47
19. HAZARDOUS PRODUCTS	48
20. TRANSPORTATION OF DANGEROUS GOODS	48
21. EXPLOSIVES	49
22. COPYRIGHT AND TRADEMARK	49
23. MAINTENANCE OF RECORDS AND BOOKS	50
24. ADVANCE RULINGS	52
25. CORRECTIONS	52
26. VOLUNTARY DISCLOSURES	53
27. PENALTIES	53
28. REPORTING VIOLATIONS	55
29. TRUSTED TRADERS PROGRAMS	55
30. SUMMARY	55

vi SUMMARY TABLE OF CONTENTS

CHAPTER 2

CIVIL ENFORCEMENT, PENALTIES AND APPEALS

1. INTRODUCTION AND OVERVIEW	63
2. DETENTIONS, EXAMINATIONS AND SEARCHES	64
3. THE ADMINISTRATIVE MONETARY PENALTY SYSTEM (“AMPS”)	67
4. SEIZURE, FORFEITURE AND ASCERTAINED FORFEITURE ...	79
5. SUSPENSION OR CANCELLATION OF ACCELERATED RELEASE AUTHORIZATIONS: CANPASS, NEXUS, FREE AND SECURE TRADE (FAST) AND COMMERCIAL DRIVER REGISTRATION PROGRAM (CDRP)	107
6. SUMMARY	114

CHAPTER 3

CRIMINAL ENFORCEMENT

1. INTRODUCTION AND OVERVIEW	121
2. JURISDICTION OF THE CBSA AND RCMP	121
3. RELATIONSHIP BETWEEN CRIMINAL AND CIVIL PROCEEDINGS	123
4. GENERAL PRINCIPLES RESPECTING CRIMINAL LIABILITY	124
5. <i>CUSTOMS ACT</i> OFFENCES	126
6. <i>NON-CUSTOMS ACT</i> OFFENCES	129
7. ANTI- MONEY LAUNDERING LEGISLATION	139
8. ENFORCEMENT POWERS OF OFFICERS	141
9. SUMMARY	161

CHAPTER 4

VERIFICATIONS, CORRECTIONS AND VOLUNTARY DISCLOSURES

1. INTRODUCTION	199
2. VERIFICATIONS AND AUDITS	199
3. AUDITS	205
4. VERIFICATION AND AUDIT PREPARATION	207
5. ASSUMING CONDUCT OF A VERIFICATION	235
6. VERIFICATIONS AND INVESTIGATIONS	245
7. SUMMARY	248

CHAPTER 5

ORIGIN

1. INTRODUCTION	259
2. TARIFFS	262
3. GENERAL TARIFF	264

4. INTERNATIONAL AGREEMENTS — WTO FRAMEWORK	265
5. NEGOTIATED TRADE AGREEMENTS	273
6. FREE TRADE AGREEMENTS	276
7. PROOF OF ORIGIN	310
8. NATIONAL CUSTOMS RULINGS AND ADVANCE RULINGS	312
9. ORIGIN DETERMINATIONS, REDETERMINATIONS AND REFERENCES	315
10. ORIGIN VERIFICATIONS	318
11. ORIGIN REFUND APPLICATIONS	320
12. ORIGIN SELF-ADJUSTMENTS/CORRECTIONS	321
13. TARIFF PREFERENCE LEVEL MECHANISMS: NAFTA, CCFTA, CCRFTA	322
14. COUNTRY OF ORIGIN MARKING	324
15. “PRODUCT OF CANADA” AND “MADE IN CANADA” CLAIMS	327
16. SUMMARY	330

CHAPTER 6

EXPORTS

1. INTRODUCTION	339
2. REQUIREMENT TO REPORT EXPORTS	341
3. EXCEPTIONS TO THE REQUIREMENT TO REPORT EXPORTS	342
4. METHOD OF EXPORT REPORTING	345
5. PROOF OF EXPORT	345
6. <i>EXPORT AND IMPORT PERMITS ACT</i>	346
7. DETERMINING WHEN A PERMIT IS REQUIRED	352
8. EXPORT PERMIT DETERMINATION CHECKLIST	356
9. PENALTIES FOR THE FAILURE TO REPORT EXPORTS	356
10. VOLUNTARY DISCLOSURES	357
11. THE CONTROLLED GOODS PROGRAM (“CGP”) — MILITARY AND STRATEGIC GOODS	358
12. CANADIAN EMBARGO, SECURITY AND ANTI-TERRORISM LEGISLATION	360
13. CANADIAN ANTI-EMBARGO LEGISLATION	363
14. <i>CORRUPTION OF FOREIGN PUBLIC OFFICIALS ACT</i>	363
15. <i>SOFTWOOD LUMBER PRODUCTS EXPORT CHARGE ACT, 2006</i>	368
16. CLAIMS FOR PREFERENTIAL TARIFF TREATMENT AND VERIFICATIONS	371
17. RETENTION OF RECORDS RELATING TO EXPORTS	372
18. TRUSTED TRADER PROGRAMS	373
19. WHISTLE-BLOWER PROTECTION — DISCLOSURES	374
20. SUMMARY	374

CHAPTER 7

CUSTOMS VALUATION

1. INTRODUCTION	385
2. OVERVIEW	385
3. THE TRANSACTION VALUE- THE PRIMARY VALUATION METHOD	387
4. THE ALTERNATE METHODS OF CUSTOMS VALUATION ...	415
5. RELATED PARTY PRICING	429
6. SUMMARY	438

CHAPTER 8

CLASSIFICATION

1. INTRODUCTION	471
2. THE HARMONIZED SYSTEM	471
3. ORGANIZATIONAL STRUCTURE OF THE HS NOMENCLATURE	471
4. TARIFF CLASSIFICATION IN CANADA	474
5. PUNCTUATION	475
6. METHODOLOGY FOR THE CLASSIFICATION OF GOODS IN THE SCHEDULE TO THE <i>CUSTOMS TARIFF</i>	476
7. WCO EXPLANATORY NOTES TO THE HARMONIZED SYSTEM	486
8. WCO COMPENDIUM OF CLASSIFICATION OPINIONS	487
9. CASE LAW	487
10. CBSA POLICY AND ADVANCE RULINGS	490
11. CLASSIFICATION OF PARTS AND ACCESSORIES	496
12. CHAPTERS 98 AND 99 OF THE SCHEDULE TO THE <i>CUSTOMS TARIFF</i>	498
13. OBTAINING AN ADVANCE RULING ON TARIFF CLASSIFICATION	502
14. COMPLIANCE WITH THE RULES AND REGULATIONS RELATING TO TARIFF CLASSIFICATION	503

CHAPTER 9

IMPORTED GOODS AND THE GST

1. INTRODUCTION	509
2. TAX ON IMPORTED GOODS	509
3. LIABILITY FOR PAYMENT OF TAX	511
4. COLLECTION OF TAX	511
5. DETERMINING THE VALUE FOR TAX	511
6. NON-TAXABLE IMPORTATIONS	513
7. INPUT TAX CREDITS	519
8. REBATES	521
9. APPEALS	522
10. SUMMARY	523

CHAPTER 10**INTELLECTUAL PROPERTY AND INTERNATIONAL TRADE**

1. INTRODUCTION	529
2. INTELLECTUAL PROPERTY ASPECTS OF CANADA'S INTERNATIONAL TRADE AGREEMENTS	529
3. THE ROLE OF THE WORLD CUSTOMS ORGANIZATION IN CONTROLLING COUNTERFEIT AND PIRACY	539
4. CURRENT TREATMENT OF INTELLECTUAL PROPERTY RIGHTS BY THE CANADA BORDER SERVICES AGENCY AND CANADIAN ENTITIES	540
5. <i>TRADE-MARKS ACT</i>	546
6. <i>CUSTOMS ACT</i>	548
7. <i>INTEGRATED CIRCUIT TOPOGRAPHY ACT</i>	548
8. PARALLEL IMPORTATION AND EXHAUSTION OF INTELLECTUAL PROPERTY RIGHTS IN CANADA	548
9. SUMMARY	550

CHAPTER 11**ENVIRONMENTAL**

1. INTRODUCTION AND OVERVIEW	557
2. TREATIES AND AGREEMENTS	557
3. CANADIAN LEGISLATION	570
4. SUMMARY	588
APPENDIX — FORMS	591
INDEX	679