Committee on Trade Facilitation
WTO

Secretariat of the Federal Revenue of Brazil
Brazilian AEO Programme

October 9-11, 2018
AEO System

- Ensuring security and compliance in international trade
- Launched in December, 2014
- Single Window (Portal Único): applicants
Brazilian AEO Program - Website

http://idg.receita.fazenda.gov.br/orientacao/aduaneira/importacao-e-exportacao/oea
AEO – Competent Customs Offices

- Customs Office in **Manaus**/AM
- Customs Office in **Recife**/PE
- Customs Office in **Belo Horizonte**/MG
- Customs Office in **São Paulo**/SP
- Customs Office in **Campinas**/SP
- Customs Office in **Santos**/SP
- Customs Office in **Curitiba**/PR
AEO - Integrated

Incorporation of others Government Border Agencies into the AEO Program

- Main Module: RFB
- Complementary Modules:
  - Agriculture
  - Army
  - ANAC (Aviation)

Signing of Joint Ordinance RFB / Agriculture, in 12/13/2016
Mutual Recognition Agreements (MRA)

**MRA signed**
- **Uruguay**
- **USA**
- **Argentina**
- **Bolivia**

**Mutual Recognition**
- Recognition of partners’ accreditation
- Advantages:
  - Priority on clearance
  - Comparable benefits
  - Previsibility
  - Competitiveness
Outcomes
Customs % inspection AEO x non-AEO

EXPORT OPERATIONS

Reduction of 72%
(average – last 18 months)

IMPORT OPERATIONS

Reduction of 69%
(average – last 18 months)
Compliance Model

**COMPLIANCE TOOLS**
- Investigation
- Warrants
- Targeted inspection
- Show cause process
- Inspections
- Audits
- Fit and proper person test

**COMPLIANCE RESPONSE**
- Criminal/Civil prosecution
- Enforceable undertakings
- Injunctions
- Fines
- Refusal, revocation, suspension or amendment
- Increased intervention rates
- Risk-treatment costs

**NON-COMPLIANCE**
- Inadvertent
- Opportunistic
- Deliberate

**Voluntary**
- COMPLIANCE

- Inspections
- Audits
- Fit and proper person test

- Reduced regulation
- Guidance and advice
Monitoring – Risks Management

- Dashboards – “drill down”
  - Logistic chain partners
  - Collection and penalties
  - Origin and destination
  - Indirect representatives (up to 10%)
  - Lapsed time (for each AEO, in each Customs Office etc)
  - Inspection channels (imports): number of declaration from each channel
  - Inspection channels (exports): number of declaration from each channel
  - Breaches of import, export, transit, licence applications: kind of breaches and frequency
  - Savings-O-Meter: reduction of warehouse charges
Cost savings

- Cost savings ranged from 1/2 million to 60 million US$ in 2017 (reduction of warehouse costs related to imports), not to mention other savings.

- Some MNE reported that investments made for accreditation were paid back in just 15 days of operation as AEO.
Thank you!

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