

Key Facts

FTZs Foster Economic Growth,
Support U.S. Jobs and Drive Exports



- 1 Duty Savings.** Imports may be admitted and held in an FTZ without paying U.S. Customs duties.
- 2 Flexibility.** All merchandise, whether domestic or foreign, may be placed in an FTZ. Within an FTZ environment users can mix, manipulate, test, clean, sample, salvage, process, display, repair, destroy, assemble and manufacture merchandise and goods.
- 3 Zone-To-Zone Transfer.** Items can be transferred between zones without being subjected to taxes.
- 4 Duty Rate Choice.** FTZ users can pay the duty rate applicable to either the raw materials or the finished products manufactured from the raw materials, depending upon which is lower (unless specifically required by CBP).
- 5 Shelf-Life.** Items can be stored indefinitely in an FTZ, unlike a bonded warehouse.
- 6 Labeling.** No country-of-origin labels are required on merchandise admitted to the FTZ; if needed, the labels can be applied in the FTZ.
- 7 Quota/Supply Chain Efficiency.** Zone users can bring in bulk shipments and store quota goods in a FTZ until the next quota period allows for importation and distribution into the U.S.





FTZ ECONOMIC IMPACT

INzone FTZ Operations

\$5,000-10,000 million annual imports
\$250-500 million annual exports
7,001-8,000 employed (directly working at an active FTZ site)
15 active firms
4 subzones

Indiana FTZ Operations

\$10,000-25,000 million annual imports (ranked 15th for merchandise received in the nation)
\$1,000-5,000 million annual exports (ranked 7th for exports in the nation)
8,001-9000 employed (directly working at an active FTZ site)
31 active firms
4 active subzones

National FTZ Operations

\$610 billion annual imports
More than \$78 billion annual exports
More than 420,000 employed (directly working at an active FTZ site)
3,300 active firms
324 subzones

In 2016, warehouse/distribution operations imported more than \$224 billion in merchandise, while manufacturers imported more than \$386 billion—63 percent of FTZ activity.

Indiana FTZ operations ranked 15th in the nation for goods imported and 7th for goods exported—impressive rankings for a state without an oceanfront harbor.

*Source: 78th Annual Report of the Foreign-Trade Zones Board to the Congress of the United States

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