

Key lessons from the V-Legal/FLEGT Shipment Test

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FLEGT Ad Hoc Meeting
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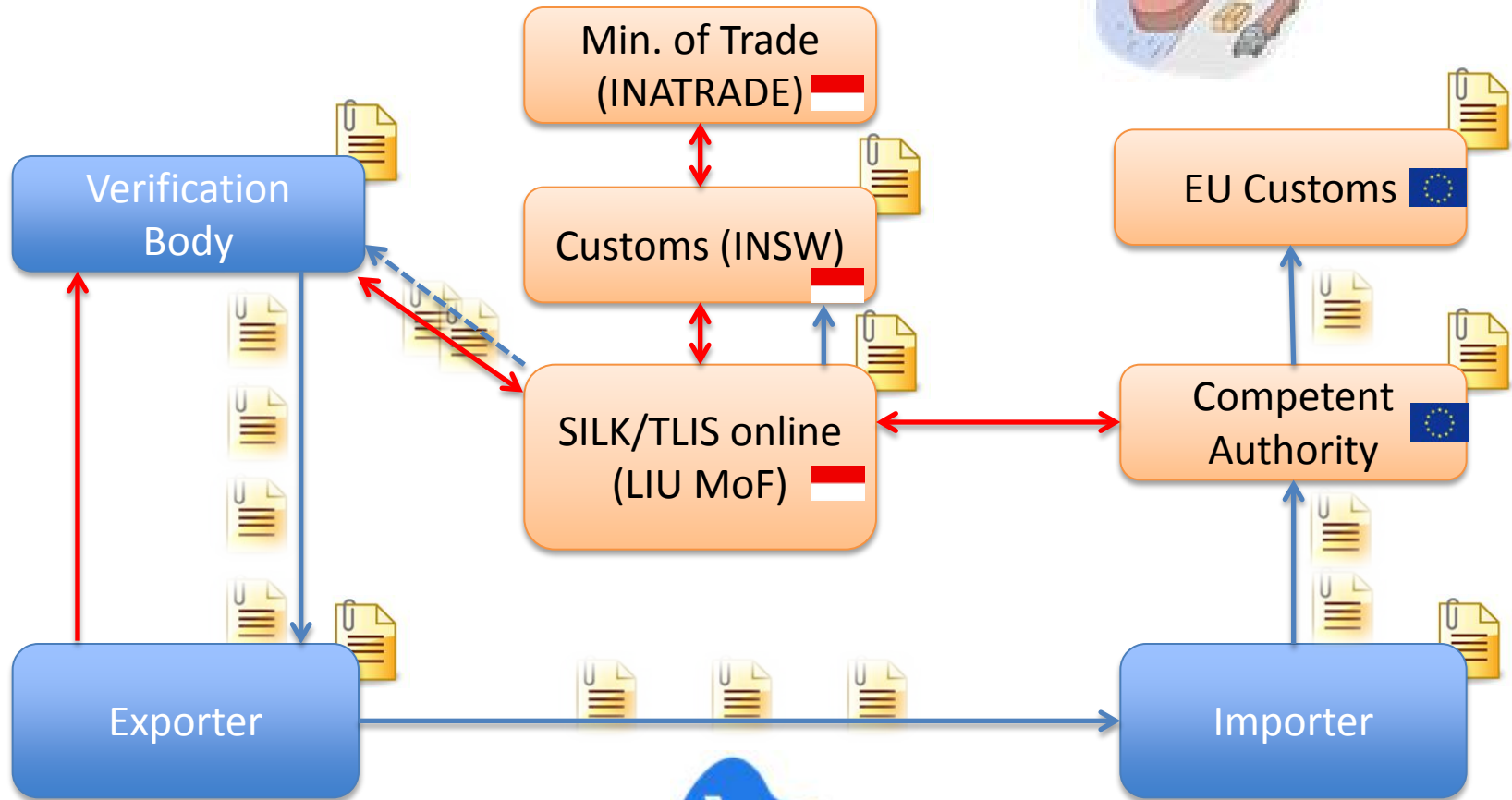
Main tasks

- Detail the shipment processes and functioning of the export / import processes
- Assess readiness and capacity of relevant agencies and stakeholders
- Assess the effectiveness and actions by the authorities involved in processing licensed wood products
- Describe all issues and or problems identified as causing delays or unexpected costs
- Provide recommendations

Shipment test details

- 17 Indonesian exporters and 29 EU importers, shipping in October and November 2012
- Plywood, joinery, mouldings, paper, furniture
- 5 participating EU Member States (Cyprus, Denmark, Germany, Netherlands, UK)
- Competent Authorities, Customs, Agents, Forwarding Agents, Importers
- ❖ Test-run only, legal provisions will apply once the VPA is operational

Issuance of V-Legal/FLEGT licenses



→ licenses

→ information

Private organisations

Public organisations



Key findings

- For the importer handling of the licenses is minimal additional burden
- Capacities of the participating Competent Authorities (CAs) is good, but MS apply different systems
- Checking the validity of the licenses by the CAs will take 1-3 days
- CAs will contact LIU (Indonesia) if data entries on the licenses are incomplete or inconsistent

Key issues

- Weak linkage between FLEGT license and actual consignments
- Inconsistent “shipping realities”
 - consignment split into different vessels/ transport batches, recipient changes during shipping, port of destination changes, consignment includes goods from several exporters etc.
- Missing guidance/structure for CAs to cooperate with each other
- According to Customs the current design of the licenses could be relatively easy to falsify

Key recommendations

- Define and establish a reliable link between the consignment and license
- Provide guidance to EU Customs on risk measures to be applied to FLEGT licensed products and ensure a consistent level of physical checks within the EU
- Discuss the current design of FLEGT licenses in the light of fraud and anti-fraud measures
- Customs to provide CAs with data on expected number of FLEGT-involving custom declarations
- Identify needs for CAs to cooperate with each other and establish appropriate guidance and structure

THANK YOU

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SAD data entry mask

Goederencode (vak 33) TARIC-onderverdeling Eerste aanvullende TARIC-code Tweede aanvullende TARIC-code Nationale onderverdeling Nationale accijnscode
clear 44072510 00 0000 0000 00

Goederen omschrijving (vak 31)
MERANTI VINGERLAS, BEWERKT TROPISCH LOOFHOUT

44 of 260

Soort verpakking (vak 31) Aantal colli Merken en nummers
BE - BUNDEL (BUNDLE) 1

Bruto massa (vak 35) 2236
Netto massa (vak 38) 2147
Aanvullende eenheden (vak 41) 4

Gegevens

Gevraagde regeling (vak 37) 40 - IVVEN
Voorafgaande regeling (vak 37) 00 - NIET BE
Verbijzondering van de regeling (vak 37) -
Code land van oorsprong (vak 34a) ID - INDONE
Aanvullende code productschap (vak 31)
Communautaire preferentie (vak 36) 200 - TOEP
Preferentie/contingert code (vak 39) 035 - TARIET
Prijs van de goederen (vak 42) 5299
Statistische-/douane waarde (vak 46)
Kostenfactor
VZ - Verzekeringskosten tot plaats van binnenkomst

Overige

Soort bescheid (vak 44) N865 - FORMULIER A; OOK FACTUURVERKLARING FORM. A
Identificeer bescheid (vak 44) 0081508/SBY/2012

N853 - GEMEENSCHAPPELIJK (VETERINAIR) DOC. VAN BINNENKOMST (GDB)
N862 - VERKLARING VAN OORSPRONG
N864 - PREFERENTIEEL OORSPRONGSCERTIFICAAT
N865 - FORMULIER A; OOK FACTUURVERKLARING FORM. A
N934 - DV1
N935 - FACTUUR
N952 - CARNET T.I.R.
N954 - EUR. 1 CERTIFICAAT; OOK FACTUURVERKLARING
N955 - CARNET ATA
N990 - VERG. GEBRUIK EC DOUANEREG. VOOR GEBRUIK VAN BLIJZ.BESTEMMING
U002 - CERTIFICAAT VAN OORSPRONG LANDBOUWPRODUCTEN
U003 - CERTIFICAAT VAN OORSPRONG ALGEMEEN
U004 - BEWIS VAN OORSPRONG
U005 - OORSPRONGSBENAMINGSCERTIFICAAT
U030 - VERKLARING ILO
U031 - EUR. 1 MET DE VERMELDING AFWIJKING BESLUIT N. 2009/776/EG
U040 - BEWIS VAN OORSPRONG ALGEMEEN
U043 - CERT. EUR. 1 MET VERM. "DEROGATION-DECISION 2005/578/EG"
U045 - CERTIFICAAT INZAKE GOEDERENVERKEER EUR-MED
U048 - FACTUURVERKLARING EUR-MED
U049 - CERT. EUR. 1 MET VERM. "DEROGATION-DECISION NO 2007/167/EG"
U050 - CERT. EUR. 1 MET VERM. "DEROGATION-DECISION 2008/767/EC"
U052 - FORM. A MET VERM. "AFWIJKING-VO(EU) 439/2011"
U055 - CERT. EUR. 1 MET VERM. "DEROGATION-DECISION 2008/820/EC"
U057 - CERT. EUR. 1 MET VERM. "DEROGATION-DECISION 2011/047UE"
U058 - CERT. EUR. 1 MET VERM. DEROGATION-DECISION 2011/122UE
U059 - VERKLARING VAN OORSPRONG
U060 - VERKLARING VAN OORSPRONG
U064 - CERTIFICAAT INZAKE GOEDERENVERKEER EUR. 1
U066 - Certificaat van oorsprong Kazachstan

V-Legal document/FLEGT license



A EUROPEAN UNION		FLEGT		
ORIGINAL	1	1 Issuing authority Name LVLK BRIK Address GEDUNG MANGGALA WANABAKTI BLOK IV LANTAI 8-WING C JL. GATOT SUBROTO, SENAYAN, DKI JAKARTA 10270 Authority registration number LVLK-001-IDN	2 Importer Name [REDACTED] Address [REDACTED] UNITED KINGDOM Country of destination and ISO Code UNITED KINGDOM - GB Port of loading TANJUNG PRIOK Port of discharge FELIXSTOWE Value (USD) £8,945.98	
		3 V-Legal/FLEGT licence number 12.12005-00017.001-ID-GB	4 Date of Expiry 15 FEB 2013	
		5 Country of export INDONESIA	7 Means of transport BY SEA	
		6 ISO Code ID		
		8 Licensee Name PT [REDACTED] INDONESIA Address [REDACTED] ETPIK Number [REDACTED]-REV.3/UPP/ETPIK/2012 Tax Payer Number [REDACTED]17.9-057.000		
		9 Commercial description of the timber products FSC MERANTI DOOR, FSC OAK DOOR, FSC PINE DOOR	10 HS-Heading 4418	
	1			

V-Legal/FLEGT Shipment Test

General clearance process

- Forwarding agents on behalf of the importer enter the data from shipping documents into customs' system
- Defined measures require e.g. entering license number for HS Code and country
- Underlying risk profile specifies required actions, e.g. original documents or inspections
- Release for free circulation

V-Legal/FLEGT Shipment Test

Importer

- Forward the “Original” and “Copy for EU Customs Authority” to the FLEGT Competent Authority for verification of the validity and authenticity of the licence
- Insert "FLEGT" and the licence number in box 44 of the Single Administrative Document for customs declaration

V-Legal/FLEGT Shipment Test

Competent Authority

- Verification of the validity and authenticity of the FLEGT License
- Where necessary, physical checks will be carried out (*may be delegated to customs in certain cases*)
- Communication with LIU Indonesia in case of any concerns regarding the validity of the licence or missing information
- Provision of the FLEGT Licence approved by the Competent Authority to the Customs Authority
- CAs need 1-3 days to process the licenses

V-Legal/FLEGT Shipment Test

Customs

- Verification of the import consignments covered by this test run being accompanied with the FLEGT licenses
- Verification of the FLEGT Competent Authority having approved the FLEGT License
- Release products for free circulation according to normal procedures (*note: as for the shipment test, customs did not have the mandate to seize any shipments for FLEGT*)