

IMPORTANT INFORMATION ABOUT ZONE SCHEDULES

This zone schedule is being made available pursuant to 15 CFR 400.44(e), which states: “The Board shall make copies of zone schedules available on its Web site.”

Availability of this zone schedule on the FTZ Board’s website does not imply that the FTZ Board has approved any rate/charge, policy or other content of this zone schedule. In particular, while the FTZ Board staff intends to conduct spot checks over time, zone schedules are not reviewed for compliance with the public utility requirement (19 U.S.C. 81n, 15 CFR 400.42) prior to making the zone schedules available via the Board’s website.

Pursuant to 15 CFR 400.44(b)(4), a grantee may not assess any specific rate or charge for which the amount – or formula for calculating the amount – does not appear in the zone schedule that the grantee has submitted to the FTZ Board.

Complaints about a grantee’s compliance with statutory and regulatory requirements related to public utility and uniform treatment – including rate or charge amounts/formulas, a grantee assessing a rate or charge amount/formula that does not appear in its zone schedule, and a grantee not affording uniform treatment under like conditions – may be presented to the FTZ Board under 15 CFR 400.45 (which also allows for complaints to be made on a confidential basis, if necessary).

Questions or concerns may be addressed to the FTZ Board staff at (202) 482-2862 or ftz@trade.gov.



Zone Schedule

Effective January 1, 2018



COLUMBUS
REGIONAL AIRPORT AUTHORITY

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Policy Statement

JANUARY 2018



COLUMBUS
REGIONAL AIRPORT AUTHORITY

Introduction

The Columbus Regional Airport Authority ("CRAA") is the Grantee of Foreign-Trade Zone No. 138 ("FTZ No. 138"). FTZ No. 138 was established through Board Order 351 dated March 13, 1987 and was reorganized under the Alternative Site Framework (ASF) through Board Order 1726 dated November 26, 2010. FTZ No. 138 is comprised of one Magnet Site located at the Rickenbacker International Airport and numerous Usage Driven/Subzone Sites located throughout the FTZ No. 138 Service Area. Attachment A lists the location and acreage of the existing sites of FTZ No. 138. The Service Area of FTZ No. 138 encompasses all or a portion of the following counties: Athens, Champaign, Clark, Coshocton, Crawford, Delaware, Fairfield, Franklin, Guernsey, Highland, Hocking, Knox, Licking, Logan, Madison, Marion, Morrow, Muskingum, Perry, Pickaway, Pike, Ross, Union, Vinton and Wyandot. Since FTZ No. 138 has been reorganized under the ASF, a company located within the Service Area can have its facility designated as a Usage Driven/Subzone Site within thirty (30) days of the filing by the CRAA of a Minor Boundary Modification (MBM) application on behalf of the company with the Foreign-Trade Zones Board (FTZB).

Policy on FTZ Designation

The success of local businesses in world trade provides direct benefits to communities within the Service Area through the creation or retention of jobs, enhancement of business competitiveness and other economic and social benefits. The CRAA has found that FTZ No. 138 can be used to assist in bringing these benefits to the Service Area. Also, in addition to being a catalyst for international trade, the development of FTZ No. 138 and the Rickenbacker International Airport may serve to advance the objectives of expanding the Rickenbacker area into an integrated, multi-modal transportation and logistics complex serving Central Ohio. This global trade hub will encompass a cargo airport, intermodal rail facilities, and an integrated highway system co-located with manufacturing and distribution parks, advanced telecommunications and logistics and the Magnet Site.

The CRAA is promulgating this policy in accordance with Section 81n of the Foreign-Trade Zone Act and applicable regulations which stipulate that a principal responsibility of an FTZ Grantee is to operate the Zone as a public utility with fair and reasonable rates and charges for all Zone services and privileges, and afford to all who apply for the use of the Zone and its facilities and appurtenances uniform treatment under like conditions.

The CRAA supports the growth and expansion of FTZ No. 138 throughout its Service Area through the establishment of Usage Driven/Subzone sites under the ASF. Pursuant to 15 C.F.R. 400.38, Usage Driven/Subzone Sites can be established within 30 days of the filing of a MBM application by the CRAA. If the site is located outside the FTZ No. 138 Service Area, CRAA is willing, pursuant to 15 C.F.R. 400.25, to file a subzone application on behalf of the company. Subzones located outside the FTZ No. 138 Service Area can generally be established, if there is no objection encountered, within 5 months of the filing of the subzone application by the CRAA. All companies requesting the CRAA to sponsor an application to establish a Usage Driven/Subzone Site must first enter into an Agreement with the CRAA governing the proposed operations at the site. All requests for Usage Driven/Subzone site designation will be reviewed by the CRAA and all entities will be afforded uniform treatment with respect to the handling of the request by the CRAA. It will be the obligation of the company seeking the designation to either provide the CRAA with the required information to complete the application or provide the CRAA with a completed application. The company will be responsible for any filing fees charged by the FTZB.

Since the focus of the ASF is the expeditious and cost effective establishment of Usage Driven/Subzone Sites for individual entities it is the CRAA's belief and policy that it is unnecessary to sponsor additional Magnet Sites.

Policy on Zone Activity

It is the policy of the CRAA to that all activities conducted by companies within FTZ No. 138 not be detrimental or contrary to the public interest, health or safety or contrary to law or to any policies adopted by the CRAA, and are not inconsistent with applicable federal, state and local laws and regulations. Accordingly, all activation, alteration and deactivation requests to CBP must be concurred to in advance by the CRAA. In connection with such consideration, the company requesting activation shall follow the procedures set forth in the CRAA's then standard form of the FTZ Operating Agreement, including without limitation, preparation of an application for activation including the required information and supporting documents as required by CBP, all of which must be submitted to CRAA for its review and concurrence prior to undertaking the activity.

All applicants must agree to pay all activation and other fees and costs as stated in the FTZ Operating Agreement and to abide by all restrictions imposed on Zone activities by the FTZB, CBP or the CRAA. Prior to the commencement of production involving activity beyond the scope of that which has been previously authorized or approved by the FTZB, the company proposing the change shall provide information to the CRAA in a form reasonably requested by it for CRAA's prior review and submission to the FTZB. Any new production activities beyond the scope of that which has been previously authorized by the FTZB cannot be commenced until the FTZB provides its approval.

ATTACHMENT A

FOREIGN-TRADE ZONE NO. 138

Permanent Magnet Site:

Site 1 – Rickenbacker International Airport

Usage Driven Sites:

Site 17 and 29 – Drew Shoe Corporation

Site 18 – Boehringer Ingelheim Pharmaceuticals

Site 20 – The Gap, Inc.

Site 22 and 32 – Retail Brokerage Solutions, Inc. (L Brands Inc.)

Site 23 – Rocky Brands Inc.

Site 26 – FitFlop USA, LLC

Site 27 – Exel, Inc.

Site 28 – Burton Corporation

Site 30 – Ascena Retail Group

Site 31 – Integrated Commercialization Solutions, Inc.

Subzone Sites:

FTZ 138G Abercrombie & Fitch



Fee Schedule

JANUARY 2018



COLUMBUS
REGIONAL AIRPORT AUTHORITY

**Columbus Regional Airport Authority
Grantee of Rickenbacker FTZ No. 138**

Fee Schedule

Annual Fee for Property Owner/Lessee at Magnet Sites

There shall be an Annual Property Owner/Lessee Fee that shall apply to all property within the Rickenbacker Magnet site of FTZ No. 138 except for those properties that are specifically exempted herein.

The property owner, or if the CRAA is the property owner then the party leasing the land or facility from the CRAA, shall be responsible for the payment of the Annual Property Owner/Lessee Fee. The Annual Property Owner/Lessee Fee shall be based upon the size (acreage) of the property.

The Annual Property Owner/Lessee Fee shall not be applicable to developed airside land at Rickenbacker International Airport provided that all the following requirements are met:

1. The land and/or building is leased from CRAA; and
2. The land and buildings are used for aeronautical use or aeronautical support activity, including office, education, daycare, medical, restaurant, or hotel facilities. Combination or multiuse facilities or sites, such as warehouse or manufacturing facilities containing offices or a daycare in a multiuse facility, shall be subject to the Annual Property Owner/Lessee Fee for the entire site; and
3. No portion of the building thereon is an activated foreign-trade zone site.

A Rickenbacker International Airport airside property that is an activated FTZ site shall pay the applicable Annual Property Owner/Lessee Fee.

Aeronautical use or aeronautical support activities are defined as airline operations, ground handling, airplane fueling, aircraft maintenance and repair, avionics installation and repair, aircraft or aircraft components manufacturing, aircraft storage, terminal services, aircraft and aircraft parts sales, and those companies who directly, or through an agent, charter all or a portion of an aircraft that enplanes and/or deplanes cargo at Rickenbacker International Airport. To qualify for this aeronautical use or aeronautical support exemption, substantial use must be made of airport facilities on a regular, recurring basis. The aeronautical use or aeronautical support activity exemption shall terminate and the Annual Property Owner/Lessee Fee shall be payable when CRAA determines that substantial aeronautical use of airport facilities on a regular, recurring basis no longer exists. In the case of multi-tenant buildings, all tenants must qualify for the aeronautical use or aeronautical support activity exemption or the Annual Property Owner/Lessee Fee shall be applicable.

Unless exempted due to conditions outlined above, the only remaining properties located in FTZ No. 138 that are not subject to an Annual Property Owner/Lessee Fee are property located in the Rickenbacker permanent magnet site that is undeveloped or ineligible for activation. As of the date that the undeveloped property becomes developed, or there is a request to activate an ineligible building, it will be subject to the fee requirements set forth in the schedule.

In all areas of the Rickenbacker Magnet Site, the Annual Property Owner/Lessee Fee shall not be applicable to developed sites that are used exclusively for office, education, daycare, medical, restaurant, or hotel facilities. Combination or multiuse facilities or sites, such as warehouse or manufacturing facilities containing offices or a daycare in a multiuse facility, shall be subject to the Annual Property Owner/Lessee Fee for the entire site.

Zone sites, on which more than one building is located, shall be charged a single Property Owner/Lessee Fee. A property site shall be defined as that area covered by the deed for the property.

Properties being leased to one or more tenants shall not have any effect on the fee. The property owner shall be responsible for payment of the full fee; however, it is permissible for the owner to allocate the fee amongst the tenants.

For the purposes of the Annual Property Owner/Lessee Fee, Rickenbacker Magnet Site property shall be placed in the category of an Activated Magnet Site or a Non-Activated Magnet Site. The Activated Magnet Site category shall apply to any property that is being used, in whole or in part, by a business that has, through United States Customs and Border Protection (U.S. Customs), activated a portion of the property and thereafter uses the activated area on a continuous basis to engage in FTZ purposes. The Non-Activated Magnet Site category shall apply to any property located in FTZ No. 138 that does not have activated space, or is activated but not utilizing the FTZ on a continuous basis for foreign trade purposes. The annual fee shall be as follows:

	Activated Magnet Site	Non-Activated Magnet Site
Up to 7 acres:	\$2,500	\$5,000
Over 7 up to 20 acres:	\$5,000	\$7,500
Over 20 up to 50 acres:	\$7,500	\$10,000
Over 50 up to 100 acres:	\$10,000	\$12,500
Over 100 acres:	\$12,500	\$15,000

A property that becomes eligible for the Activated Magnet Site Fee during the calendar year shall have its fee for the year recalculated on a prorated basis and shall be given a credit against the fee due for the following calendar year. A property that during the calendar year is no longer eligible for the Activated Magnet Site Fee rate shall be notified and the fee for the remainder of the year shall be recalculated, prorating the applicable Non-Activated Magnet Site Fee. The additional amount shall be billed with the annual fee for the following year.

If a property owner wishes to have FTZ eligibility removed from its property, a letter on property owner letterhead setting forth such request must be forwarded to the CRAA FTZ Administrator at 7161 Second Street, Columbus, Ohio 43217, via registered or certified mail. Letters must be submitted no later than December 31st for the property to be removed for the following year. Any unpaid annual fees must be paid at this time. Fees will not be prorated. If at a later date, the property owner, or another party to whom ownership of the property has been transferred, requests reinstatement of FTZ eligibility for said property or any portion thereof, the property owner or other party shall pay the following FTZ eligibility reinstatement fee:

For Sites up to 15 acres:	\$7,500
For Sites over 15 but up to 50 acres:	\$10,000
For Sites over 50 acres:	\$20,000

Fees for Sites Located Within the Standard Service Area

Companies requesting that the CRAA submit a request to the FTZB for Usage Driven or Subzone Site designation on the company's behalf for a site(s) located within the Service Area of FTZ No. 138 shall pay the CRAA a fee for filing the designation request. The Usage Driven/Subzone Site designation fee shall be submitted to the CRAA prior to the CRAA's submission of the request to the FTZB. For the purposes of the Usage Driven/Subzone Site designation fee only, a company that requests Usage Driven Site designation for multiple sites at the same time will be subject to only one Usage Driven/Subzone Site designation fee which is based on the total acreage for all the included sites. If an additional site is to be designated as a Usage Driven/Subzone Site at a later date, the additional site will be subject to a separate Usage Driven/Subzone Site designation fee. Annual fees are charged per site regardless of one company operating multiple sites. The Usage Driven/Subzone Site designation fee shall be as follows:

For Sites up to 10 acres:	\$ 7,500
For Sites over 10 and up to 25 acres:	\$10,000
For Sites over 25 and up to 50 acres:	\$15,000
For Sites over 50 acres:	\$20,000

Upon approval of the Usage Driven/Subzone Site request by the FTZB, the following annual fees shall be paid by the company of any Usage Driven/Subzone Site:

For Sites up to 10 acres:	\$ 7,500
For Sites over 10 and up to 25 acres:	\$10,000
For Sites over 25 and up to 50 acres:	\$15,000
For Sites over 50 acres:	\$20,000

Users requesting the CRAA submit a request with the FTZB to add acreage to an existing Usage Driven Site shall pay the CRAA a fee for preparing and filing the expansion request. The Usage Driven Site fee shall be submitted to the CRAA prior to the CRAA's submission of the request to the FTZB. The fee shall be as follows:

For up to an additional 10 acres	\$ 5,000
For over 10 and up to an additional 25 acres:	\$ 7,500
For over 25 and up to an additional 50 acres:	\$10,000
For over 50 additional acres:	\$15,000

Unless otherwise specified above, all fees shall be due and payable within thirty days of the date of the invoice. It will be the responsibility of the company to provide CRAA with the appropriate correspondence from U.S. Customs to verify activation and deactivation dates within thirty (30) days of the occurrence. The Annual Fee will be due in full on January 31st of each year, and based on the Usage Driven/Subzone Site's status as of January 1st. This invoice will include any additional monies or credits due based on activation or deactivation of the Usage Driven/Subzone Site.

Fees for Sites Located Outside the Standard Service Area

Companies requesting that the CRAA submit a Subzone application to the FTZB on the company's behalf for a site(s) located outside the Service Area of FTZ No. 138 shall pay all costs associated with the preparation and filing of the application (including the filing fee to be paid to the FTZB) and a \$15,000 sponsorship fee to the CRAA if no production authorization is requested in the subzone application and \$20,000 in total if production authorization is requested in the subzone application. The sponsorship fee shall be submitted to the CRAA prior to the CRAA's submission of the application to the FTZB.

Upon approval of the Subzone by the FTZB, Subzone Fees will include the following:

Annual Fee	\$15,000
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Sponsorship Fee for the following requests to be filed with the FTZB (Subzone company responsible for cost of preparation of requests):

Additional acreage	\$7,500
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Fees shall be due and payable within thirty days of the date of the invoice. It will be the responsibility of the Subzone user to provide CRAA with the appropriate correspondence from U.S. Customs to verify activation and deactivation dates within thirty (30) days of the occurrence. The Annual Fee will be due in full on January 31st of each year, and based on the Subzone's status as of January 1st. This invoice will include any additional monies or credits due based on activation or deactivation of the Subzone.

FTZB Fees

The FTZB charges a fee to file either a Subzone or GPZ expansion application. The FTZB fees, as of this date, are as follows:

GPZ Expansion (For a New Magnet Site)	\$1,600
Subzone, with non-production or production with less than 3 products	\$4,000
Subzone, with production and 3 or more products	\$6,500

These fees are provided for informational purposes only, and are subject to change by the FTZB without notice. The FTZB does not charge a fee for a minor boundary modification or to apply for permission for production authorization in a GPZ.

Subzone applicants are responsible for the payment of the FTZB fee. Any fees imposed by the FTZB in the future, for authorization relating to a particular property or user, such as for a minor boundary modification or production authorization, will be payable by the u

Glossary

Activation: Approval by the grantee and U.S. Customs and Border Protection's Port Director for operations to begin, which allow the admission and handling of merchandise in zone status.

Admission: The physical arrival of goods into a zone in a specified zone status with the appropriate approvals of the zone grantee and the U.S. Customs and Border Protection. The word "admission" is used instead of "entry" to avoid confusion with Customs entry processes under Parts 141-144 of the Customs Regulations.

Customs/CBP: The U.S. Customs and Border Protection operates as a part of the Department of Homeland Security and the Department of Treasury. They are responsible for the security of imported items along with collecting duties owed.

Customs Territory: The territory of the U.S. in which the general tariff laws of the U.S. apply. The U.S. Customs territory includes the States, the District of Columbia and Puerto Rico minus any areas within the boundaries of foreign-trade zones.

Deactivation: Voluntary discontinuation of the activation of an entire zone or subzone by the grantee or operator. (Discontinuance of the activated status of only part of a zone is an alteration).

Entry: Notification to Customs of the arrival of imported goods in the Customs territory of the United States. Merchandise withdrawn from a zone for consumption in the U.S. is entered when it is removed from the zone. Goods brought into a zone are admitted.

General-Purpose Zone (GPZ): A general-purpose zone is established for multiple activities by multiple users. Storage, distribution, testing, repackaging and repair are some of the possible activities in a GPZ. Processing or manufacturing in a GPZ requires the permission of the Foreign-Trade Zones Board.

Grantee: A corporation to which the privilege of establishing, operating and maintaining a foreign-trade zone has been granted by the Foreign-Trade Zones Board. Grantee corporations must be either public corporations including a state, political subdivision (including a municipality), public agency, corporate municipal instrumentality of one or more states or private corporations organized for the purpose of establishing a zone project. Qualified private corporations must be chartered for this purpose under a law of the state in which the zone is located. The Columbus Regional Airport Authority is Grantee of Foreign-Trade Zone #138.

Inverted Tariff Structure: Where imported parts are dutiable at higher rates than the finished product into which they are incorporated.

Magnet Site: A site intended to draw future users to that location/industrial park.

Manufacturing: The FTZ Board has defined manufacturing as any process that results in a change in Customs classification of the merchandise and, therefore, requires prior clearance from the Board pursuant to the manufacturing conditions in specific foreign-trade zone grants. The FTZ Board clarified the terminology and this is now known as Production Notification.

Merchandise: FTZ merchandise includes goods, wares and chattels of every description. Not included is prohibited merchandise, building materials and supplies for use in the operation of a zone.

Operator: A corporation, partnership or person that operates a zone or subzone under the terms of an agreement with the grantee. A grantee may act as its own operator.

Operator's Bond: A bond submitted to Customs on Customs Form 301 to assure compliance with the Customs Regulations as set forth in 19 CFR 113.73.

Production Notification/Authority: A company must request Production Notification for any process that results in a change in Customs classification of the merchandise. Production Notification requires prior approval from the Board. The FTZ Board clarified the terminology recently as this process used to be known as Manufacturing Authority.

Service Area: The designated area approved by the FTZ Board. Typically the area is made up of one or more specified counties which have each elected to be served by a specific Grantee.

Subzone: A special-purpose zone established as part of a zone project for a limited purpose that cannot be accommodated within an existing General Purpose Zone. Subzones must be sponsored by the grantee of a General Purpose Zone.

Usage-Driven Site: A site that is designated to meet a specific user's need. The site needs to be within the Grantee's approved Service Area.

User: A person or company using a zone for storage, handling or processing of merchandise. An operator may authorize a user to maintain its own inventory system and procedures manual. However, the operator remains responsible to Customs for inventory control unless the user posts its own operator's bond.