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 <u>may not</u> 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.

NOGALES-SANTA CRUZ COUNTY ECONOMIC DEVELOPMENT FOUNDATION, INC. GRANTEE

FOREIGN-TRADE ZONE NO. 60

ZONE SCHEDULE¹

Effective October 19, 2011

FEE SCHEDULE

Annual Fees

Includes magnet, usage-driven, and subzone sites. The Annual Fee is due on January 1 of each year.

Activated Magnet Site Operator, Usage Driven Site Operator or Subzone Operator	\$ 6,000
Non-refundable fee payable within 10 days after Operator is approved for activation by CBP, prorated from date of activation through December 31 of that year. Thereafter, payable annually on January 1 every year that the site remains activated.	
Non-Activated Magnet Site Property Owner	\$ 1,000
Non Activated Usage Driven Site Operator or Subzone Operator	\$ 3,000
Non-refundable fee payable within 30 days after site receives FTZ designation unless activated within said time period or within 10 days after deactivation, prorated from date of designation or deactivation through December 31 of that year. Thereafter, payable annually on January 1 every year that the site remains non-activated or becomes deactivated.	
No Activity in Activated Usage Driven Site Operator or Subzone Operator	
(\$0 reported activity in Activated Site for a Reporting Period)	\$ 3,000

Application & Other Fees

New Subzone Application Sponsorship..... \$ 10,000 Non-refundable fee payable with letter to Grantee requesting sponsorship of subzone application. This fee covers Grantee's expenses incurred in processing the Subzone request, submitting the Subzone Application to the FTZ Board, reviewing the Operator's Agreement, and any other necessary Grantee activities associated with the Subzone Application. The fee does not include preparation of the actual Subzone Application or Operator's Agreement. ASF Reorganization/Expansion (New Magnet sites)..... \$ 6,000 Non-refundable fee payable with letter to Grantee requesting sponsorship of Reorganization/Expansion Application. This fee covers Grantee's expenses incurred in processing the request, submitting the Reorganization/Expansion Application to the FTZ Board, any other necessary Grantee activities associated with the Application and reviewing the Property Owner's and Operations Agreements. The fee does not include preparation of the actual Reorganization/Expansion Application or the Property Owners or Operators Agreement . The property owner is responsible for obtaining all required local taxing entity approvals. \$4,000 Minor Boundary Modification (New Usage-Driven sites)..... Non-refundable fee payable with letter to Grantee requesting sponsorship of Usage Driven Site Request. This fee covers Grantee's expenses incurred in reviewing the request to the FTZ Board, any other necessary Grantee activities associated with the request and reviewing and processing the Operations Agreement. The Operator of the Usage Driven Site is responsible for preparing all requests and agreements and obtaining all required local taxing entity approvals. \$ 1.000 Temporary / Interim Manufacturing Authority Non-refundable fee payable prior to the Grantee's submission of the Temporary/Interim Manufacturing (TIM) Authority Request to the FTZ Board. The Operator of the Usage Driven Site or Subzone is responsible for preparing the TIM request and all documentation associated with said request. Permanent Manufacturing Authority and/or Expansion of

Non-refundable fee payable prior to the Grantee's submission of the Manufacturing Authorization Request to the FTZ Board. The Operator of the Usage Driven Site or Subzone is responsible for preparing the Manufacturing Authorization request and obtaining all documentation associated with said request. Non-refundable fee due prior to the Grantee's submission of the activation concurrence letter to CBP. The Operator of the Usage Driven Site or Subzone is responsible for preparing the activation Request, all documentation associated with said request and obtaining all required local taxing entity approvals..

An additional fee of \$100 per day will be added to the amount of any late payment from the date due until all fees have been paid in full.

In the event that sufficient data for the Grantee to compile its Annual Report to the FTZ Board, which is required to be provided to the Grantee annually within 60 days after the close of the federal government fiscal year (October 1 through September 30) to allow the Grantee to timely file its Report, is not been received by January 1, a late fee in the amount of \$50 per day will be charged beginning on January 1 until the necessary information has been received by the Grantee and all accrued late charges have been paid in full. The late fee charged pursuant to this paragraph is apart from and in addition to the obligation to reimburse the Grantee for any fine imposed upon Grantee for a late or incomplete Annual Report.

Notes:

- ¹) Fees are stated according to Alternative Site Format designation categories. Fees for similar actions by the Grantee according to existing structure will be billed on a similar basis.
- 2) In the *event* Grantee's staff time or out-of-pocket costs exceed what is normal and customary to process similar requests, the Grantee *reserves* the right to charge the applicant, upon reasonable notice, an additional amount in addition to the applicable fees identified in this Schedule in consideration of such excess administrative or out-of-pocket costs.
- 3) In addition to Grantee fees identified in this Schedule, other fees or costs associated with submitting an application may be applicable (i .e. FTZ Board fees, fees by other agencies, consultant services).
- 4) Sunset Period: FTZ designation will be automatically *removed* if Magnet site is inactive for *five* years, or if Usage-Driven site is inactive for three years (74 FR 1170-1173).

Please direct any inquiries regarding Nogales Foreign-Trade Zone No. 60 to:

NOGALES-SANTA CRUZ COUNTY

ECONOMIC DEVELOPMENT

FOUNDATION, INC.

[Address]
[Telephone]
[email]

(Adopted October 19, 2011)

U:\Kip\Port Authority\EDF\FTZ 60 FEE SCHEDULE October 18, 2011.docx