

# FOREIGN-TRADE ZONE NO. 75

## WHAT IS A FOREIGN-TRADE ZONE?

A Foreign-Trade Zone (FTZ) is a designated secure area considered outside the U.S. Customs Territory.

Goods received into an FTZ are generally not subject to duties or tariffs until, and if, they enter U.S. commerce for consumption.

## ADVANTAGES

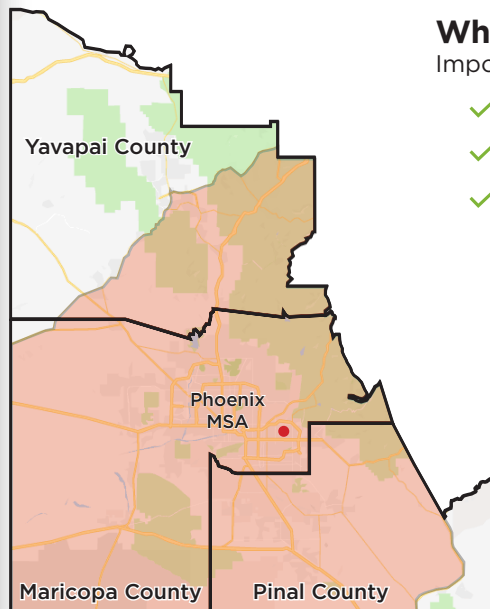
- **Duty Deferral**  
Duties are paid only when goods enter U.S. Customs territory.
- **Duty Exemption**  
Merchandise may be exported out of the U.S. duty free.
- **Duty Reduction**  
Manufacturers may pay the lower duty rate applicable to either component materials or merchandise produced.
- **Duty Elimination**  
Duties are eliminated on merchandise that is obsolete, damaged, destroyed as defective, scrapped, or wasted.
- **Weekly Entry Savings**  
Reduce cost of fees by using weekly entries versus entry per shipment.
- **Direct Delivery**  
Minimize delays in Customs clearance and increase delivery times.
- **Property Tax Reduction**  
Arizona offers an approximate 72% reduction in real and personal property taxes for activated FTZs.\*

\*Restrictions Apply.



## APPLICATION REQUIREMENTS:

- City Council approval from community where zone site will be located.
- City of Phoenix Council approval.
- Application fee and Annual Fee payable to the City of Phoenix per current Zone schedule.
- Concurrence letters from affected tax jurisdictions (if applicable).
- Approval by Port Director for activation.
- Operations Agreement.
- Submission of Annual Report.
- Operations subject to requirements of U.S. FTZ Act, FTZ Board Regulations, and U.S. Customs Regulations.



- FTZ #75 Service Area
- Excludes Mesa FTZ #221

## Who can benefit from an FTZ?

Importers who are:

- ✓ Manufacturers
- ✓ Warehouse/Distribution Centers
- ✓ Third-Party Logistics Service Providers

**Save Money,  
Save Time, &  
be Globally  
Competitive**

For more information, contact:

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or visit [Phoenix.gov/EconDev/International/FTZ](http://Phoenix.gov/EconDev/International/FTZ)

