



Canada Border  
Services Agency

Agence des services  
frontaliers du Canada

# CARM TCP WG Consultation Session

Draft for Discussion

November 21, 2018

Canada

CARM | CBSA Assessment and  
Revenue Management

DRAFT

# Today's Agenda

Topic	Content	Timing
<b>Introduction</b>	<ul style="list-style-type: none"> <li>Objectives and expectations</li> <li>Overview of discussion topics</li> </ul>	10AM – 12PM
<b>Where We Are Now</b>	<ul style="list-style-type: none"> <li>Discussion on where we are in the process and what it means</li> </ul>	
<b>Key Topics of Discussion Update</b>	<ul style="list-style-type: none"> <li>Summary of the key topics that have been discussed with the TCP Working Group to date and topics that require further discussion</li> </ul>	
<b>Implementation Stage Engagement</b>	<ul style="list-style-type: none"> <li>Illustration of how TCP WG activities will work in the Implementation Stage of CARM</li> </ul>	
<b>TCP Feedback on Billing Cycle Deployment Timing</b>	<ul style="list-style-type: none"> <li>Discussion on feedback TCPs have around timing for deploying the future-state billing cycle</li> </ul>	
<b>Roundtable</b>	<ul style="list-style-type: none"> <li>Discussion on outstanding questions or key concerns</li> </ul>	
<b>Lunch</b>		12PM – 1PM
<b>Online Account View &amp; Financial Correspondence</b>	<ul style="list-style-type: none"> <li>Online account view               <ul style="list-style-type: none"> <li>Account holder (and delegates)</li> </ul> </li> <li>Daily Notices</li> <li>Statement of Accounts</li> <li>Broker Summary Report</li> </ul>	1PM – 4PM
<b>Offsetting</b>	<ul style="list-style-type: none"> <li>RM level clearing</li> <li>Intra-program level clearing</li> <li>Inter-program level clearing</li> </ul>	
<b>Interest</b>	<ul style="list-style-type: none"> <li>Interest on overdue payments</li> <li>Interest simulation for overdue payments</li> </ul>	

# Where We Are Now

The CARM Project is still in the conceptual Design Stage

Detailed design of the solution will continue into the Implementation Stage

Early engagement with the TCP WG has been instrumental in acquiring the feedback and input necessary to design a CARM solution that will benefit both the CBSA and the trade chain community

Some design elements may change as we progress through this process



*“Find comfort in discomfort.” – CARM Core Value #3*

# Key Topics of Discussion Update

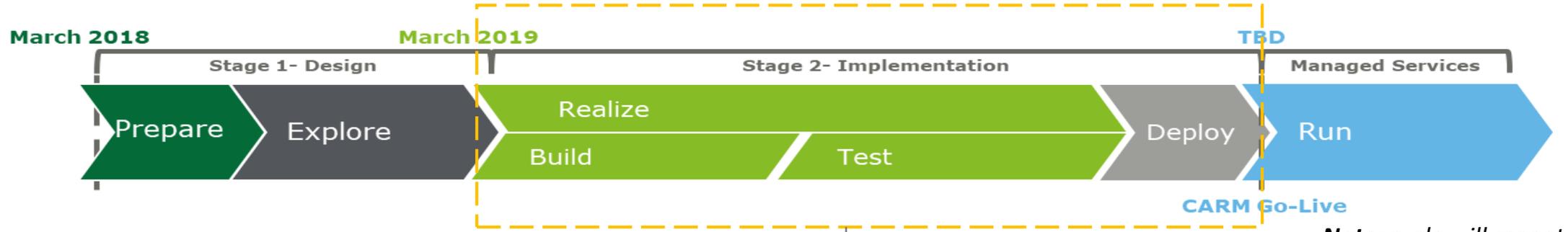
The following details the key topics that have been discussed with the TCP Working Group to date.

Topic	Discussion Status w/ TCP WG	Details
<b>CARM Commercial Client Portal</b>	✓	<ul style="list-style-type: none"> <li>CARM has detailed the various functionality that the portal will feature.</li> </ul>
<b>Harmonization of Billing Cycle</b>	✓	<ul style="list-style-type: none"> <li>CARM has conducted a walkthrough with the TCP WG and SWGs on the billing cycle.</li> <li>Further discussion to be had on deployment timing for the future-state billing cycle.</li> </ul>
<b>Client Registration</b>	✓	<ul style="list-style-type: none"> <li>CARM has outlined that the CBSA will be a full BN Partner with the CRA, where the BN9 will serve as the client identifier, and the RM will serve as the CBSA program indicator.</li> </ul>
<b>Offsetting</b>	✓	<ul style="list-style-type: none"> <li>CARM has detailed the future-state offsetting process, stating that TCPs will have control over their offsetting options, insofar as their account is in good standing with the CBSA.</li> <li>A detailed walkthrough is on the agenda for today's session.</li> </ul>
<b>Payment Allocation</b>	✓	<ul style="list-style-type: none"> <li>A detailed walkthrough is on the agenda for today's session.</li> </ul>
<b>Security &amp; Access</b>	✓	<ul style="list-style-type: none"> <li>The TCP WG has provided CARM with key considerations related to delegation of authority.</li> <li>Further discussion to be had on how to manage access when multiple parties are involved with the same transaction.</li> </ul>

# Key Topics of Discussion Update (cont.)

Topic	Discussion Status w/ TCP WG	Details
<b>CARM Deployment Strategy</b>	In progress	<ul style="list-style-type: none"> <li>CARM has discussed deployment options with the TCP WG.</li> <li>Once finalized, a detailed deployment plan will be presented to the TCP WG in early 2019.</li> </ul>
<b>Mandated Publishing of Rulings</b>	In progress	<ul style="list-style-type: none"> <li>CARM has detailed the concept of automatic publishing of rulings with the TCP WG.</li> <li>Further investigation being conducted related to the implications of moving to this policy.</li> </ul>
<b>Financial Security</b>	In progress	<ul style="list-style-type: none"> <li>CARM is considering moving towards importer liability, but further internal discussion and decision-making are required.</li> <li>Once a decision has been reached, the CBSA's position on financial security will be communicated to the TCP WG.</li> </ul>
<b>Bulk Assessments / Mass Editing</b>	In progress	<ul style="list-style-type: none"> <li>CARM is currently examining how the solution could potentially support an EDI and portal-based solution for mass editing.</li> <li>Once finalized, a walkthrough of this process will be conducted with the TCP WG.</li> </ul>
<b>Courier Low Value Shipments (CLVS)</b>	TBD	<ul style="list-style-type: none"> <li>CARM is currently determining how the current CLVS process will be incorporated into the CARM solution.</li> </ul>
<b>Low Value Shipments (LVS) / e-Commerce</b>	TBD	<ul style="list-style-type: none"> <li>Although not in scope for CARM, once internal discussions have been completed, CARM will organize an ad-hoc discussion on these topics to discuss how the solution will account for these activities.</li> </ul>
<b>Continuous Transmission Commodities (CTC)</b>	TBD	<ul style="list-style-type: none"> <li>CARM is currently having internal discussions to determine how the solution will work for CTCs.</li> <li>Ad-hoc discussions with key aspects of CTC industries will be organized to better understand implications and requirements.</li> </ul>

# Implementation Stage Engagement



*Note: cycle will repeat, per CARM release.*

✓ TCP WG Calls

- Will continue monthly, with an increased focus on two-way dialogue
- Frequency may increase closer to go-live dates

✓ TCP WG Consultation & SWG Sessions

- Will continue business process discussions that are currently taking place
- As we progress through the detailed design and build. These sessions will also take a more technical focus, and will involve more technical members in the discussions
- Format and frequency of SWG sessions to be discussed with TCP SWG Leads to ensure effectiveness

✓ TCP Deep-Dive Testing

- Will enable representative trade chain partners to test key aspects of the CARM solution, in advance of a CARM release

Other On-going Communication Artefacts & Engagement with TCP WG Members

- Service Provider Calls
- TCP WG Q&A Document
- TCP Site Visits / Association meetings

# TCP Feedback on Billing Cycle Deployment Timing



# Roundtable



# Online Account View & Financial Correspondence

Online Account View

Daily Notices

Statement of Accounts

Broker Summary Report

# Factors towards changes in financial statements

Reviewing changes to processes leading up to the financial correspondences

**Billing:**  
Harmonization  
of billing dates  
and rules

When,  
What,  
How

**Offsetting:**  
Clearing  
programs and  
rules

Who

**Financial  
Security:**  
Payment  
liability

- **Changes to SOA generation date and final accounting date**
  - Ability to apply interest-free corrections post SOA
- **Harmonization of due dates for all transactions**
  - Harmonized payment due date and amount for all transactions

- **Inter-program offsetting**
  - SOA to legal entities
- **Intra-program offsetting**
  - SOA per program identifier
- **RM level offsetting**
  - SOA to specific program

- **Payment liability with account holder**
  - Account holder will be issued an SOA
- **Customs Brokers are not liable for importers' liability**
  - Issue a Summary Report instead of a Broker SOA

Where

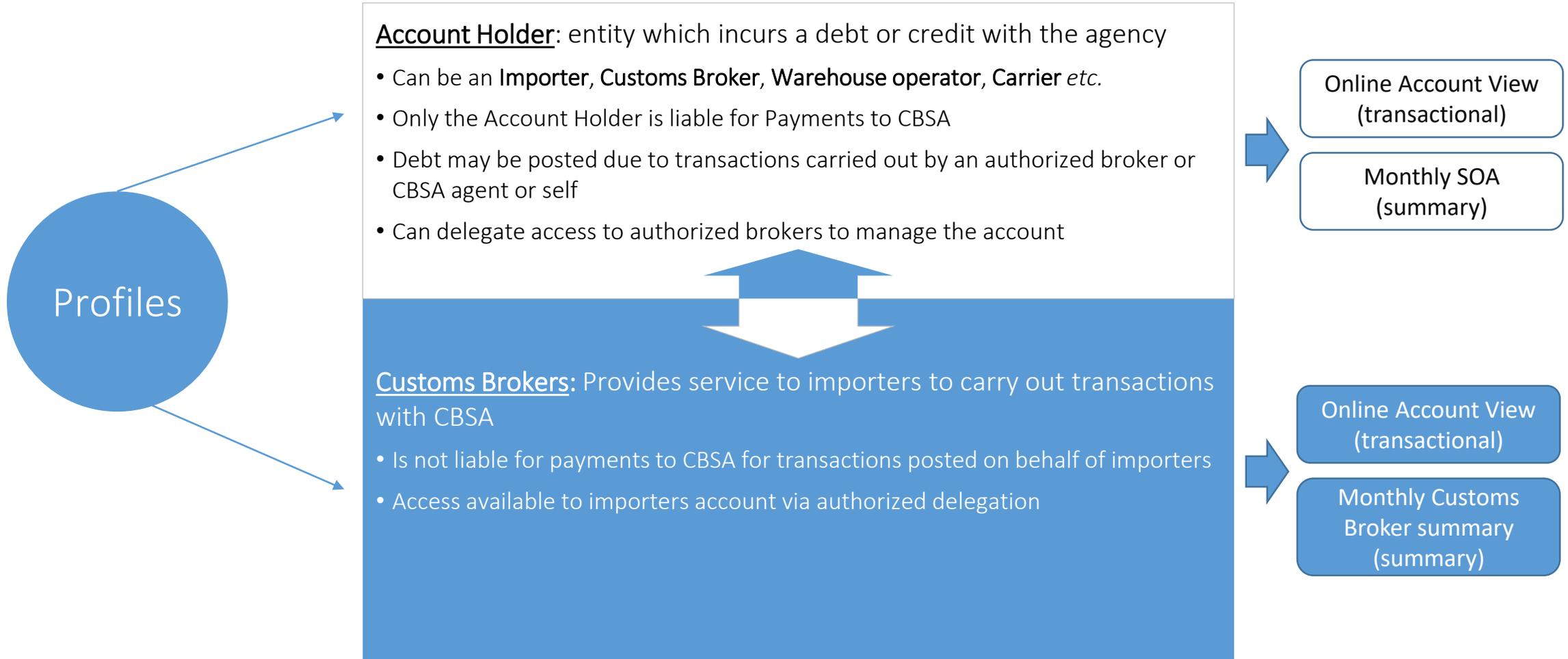
CBSA Commercial Client Portal (External)

- **Immediate visibility**

- **Enhanced traceability**

- **Detailed view of transactions**

# Definition of Profiles – recipient of the statements



# Overview of types of financial correspondence

Proposed future state parameters

Statement Type	Recipient	Timing	Purpose
Account View*	<ul style="list-style-type: none"> <li>Account Holders (and their delegates)</li> <li>Customs Brokers*</li> </ul>	Updated in real time	<ul style="list-style-type: none"> <li>View details of transactions which are posted to the account</li> <li>View current account balance and payable balance</li> <li>Delegate handling of importation to an authorized user</li> </ul>
Daily Notice**	<ul style="list-style-type: none"> <li>Account Holders</li> <li>Customs Brokers</li> </ul>	Daily	<ul style="list-style-type: none"> <li>Provide a daily summary of transactions, including:               <ul style="list-style-type: none"> <li>Revenue Neutral Declaration (Zero \$ transactions)</li> <li>Confirmation of a declaration</li> </ul> </li> <li>Invoice clients for all transactions on a daily basis</li> <li>Reconcile at month end by collating DN's</li> </ul>
Statement of Account	<ul style="list-style-type: none"> <li>Account Holder               <ul style="list-style-type: none"> <li>Program identifier level (one RM#)</li> <li>Program Type</li> <li>Legal Entity (BN9)</li> </ul> </li> </ul>	Monthly (18 <sup>th</sup> )	<ul style="list-style-type: none"> <li>Provide a monthly summary of transactions posted in the billing period, including :               <ul style="list-style-type: none"> <li>Summary of transactions</li> <li>Payment due date</li> <li>Account balance</li> </ul> </li> </ul>
Customs Broker Summary	<ul style="list-style-type: none"> <li>Customs Brokers</li> </ul>	Monthly (18 <sup>th</sup> )	<ul style="list-style-type: none"> <li>Provide a monthly overview of the transactions carried out by the broker, including an overview of transactions carried out for each client</li> </ul>

\*An Online View will be made available for brokers to review transactional details for clients, design of the template is in progress

\*\*Daily notices – evaluate the validity given availability of the Account View on Portal

# Transactional view

- Online Account View
- Daily Notices

# Online Account View – Account Holder

Features provided by the online account view, accessible on the CARM commercial client portal

## Features

- ✓ Updated **real time** with **all transactions posted** on the account
- ✓ Display **current account balance** and **current payable balance**
- ✓ Provides next **payment due date**
- ✓ Lists **transaction details** relevant for the client
  - ✓ **Clearing status** (only to account holder), **due date** per transaction, **revenue type** breakdown
- ✓ Ability to **filter or select transactions** by **the time period** (daily, weekly, billing period), **transaction type**, **submitted by**, **clearing status**, **due date**...
- ✓ **Export to xml (for EDI)**, pdf, xls (excel)
- ✓ Access controlled to **authorized users** or via **delegation of authority**
- ✓ One-click links to **payment receipts**, **declaration forms**, **miscellaneous invoice forms**

# Online Account View – Account Holder

Canada Border Services Agency

Canada Border Services Agency

Agence des services frontaliers du Canada

<program account name> Account View

Legal Entity Information

Business Number BN9 Number

Legal Name Legal Name (BN9)

RM Account RMAccount Number

Program Account Name Program Name (RM)

Operating Trade Name Alias Name

Query Wizard

View Billing period Current Previous Period ▼

*OR*

Filter by date <start date> <end date>

Additional Filtering

Transaction Type ▼

Submitted by ▼

Current Credit Information

Credit Limit <amount>

Credit Available <amount>

Account Details

Current Billing Period <date range>

Current Account Balance <balance>

Current Payable Balance <balance>

Payable balance due by <date>

Last payment posted <amount>

Last payment date <date>

Viewing transactions from <start date> to <end date> Show: 20 50 100 items

Transaction Date ▼	Posting Date ▼	Transaction Type ▼	Transaction Number ▼	Version ▼	Transaction Status ▼	Debit/Credit ▼	Running Balance ▼	Due Date Cleared ▼ (Yes/No) ▼	±	Adjustment	Other Charges	Late Pay
										interest	Interest	Payments
		Submitted by	Duties	Excise Duty	Excise Tax	SIMA	GST	PST/ HST	Adjustment	Other Charges	Late Pay	Interest

this line appears when user clicks on Transaction Number
this will navigate the user to the supporting form/documents

Summary for <date range>

<b>Total Debit</b>	\$
<b>Total Credit</b>	\$

Actions

[Export to excel!](#)  
 [Create PDF](#)  
 [Export to xml](#)

[Notifications settings](#)

# Online Account View – Account Holder



Canada Border Services Agency Agence des services frontaliers du Canada <program account name> Account View

### Legal Entity Information

Business Number 123456789  
Legal Name ABC importer Inc.  
RM Account RM0001  
Program Account Name Importation  
Operating Trade Name ABC importer

### Current Credit Information

Credit Limit <amount>  
Credit Available <amount>

### Query Wizard

View Billing period **Oct-2018 (current)** Previous Period  
OR  
Filter by date <start date> <end date>  
Additional Filtering Transaction Type Submitted by

Previous  
Sept-2018  
Aug-2018  
July-2018

### Account Details

Current Billing Period 18-Sept to 17-Oct  
Current Account Balance \$  
Current Payable Balance \$  
Payable balance due by 1-Nov  
Last payment posted \$  
Last payment date <date>

Viewing transactions from <start date> to <end date> Show: 20 50 100 items

Transaction Type	Transaction Number	Version	Transaction Status	Debit/Credit	Running Balance	Payment Cleared Due Date	(Yes/No)	(details)
New Declaration	12345123412	1	Released	\$2,500.00	\$10,000.00	1-Nov	No	+

Details	Submitted by	Duties	Excise Duty	Excise Tax	SIMA	GST	PST/HST	Adjustment interest	Other Charges	Penalty	Late Pay Interest	Payments
New declaration for # importation	Self	\$2,450.00	-	-	-	\$50.00	-	-	-	-	-	-

Actions  
[Export to excel](#) [Create PDF](#) [Export to xml](#)  
[Notifications settings](#)

1 Default filter set at "current" period

Useful for determining payable amount if there are corrections after SOA

Parameters to filter the view by

Revenue distribution will be displayed on the same page upon clicking on the respective transaction number

5

The Details "+" button will navigate the user to the associated form/document

6

Ability to export to XML to feed into ERP (EDI) systems

# Comparison of Online Account View with Daily Notice

	Online Account View	Daily Notice
<b>Purpose</b>	✓ Provide a <u>real-time</u> transactional view	~ Provide a daily snapshot of transactions
<b>Frequency</b>	✓ Continuously displays posted transactions	✓ Sends all the transactions posted on a given day
<b>Confirmation of receipt/release of a declaration</b>	✓ Provides a dynamic integration of information between the transactions and a link to their declaration form or a description	✓ By means of the posting to the account, the client knows the associated Declaration/Correction/Adjustment
<b>Revenue Neutral Transactions</b>	~ <i>Assessing solution to display Revenue Neutral Declarations (\$0 transactions) on the online view</i>	✓ Revenue Neutral Declaration transactions are printed only on the DNs (not on SOA)
<b>EDI system compatibility</b>	~ <i>Export to XML (manually supported by default, exploring automated integration with clients EDI systems)</i>	✓ Received directly into the clients EDI systems
<b>Dynamic View</b>	✓ Uses filters and selects the most recent transactions by: <ul style="list-style-type: none"> <li>• any time period (date range, billing period, ...)</li> <li>• transaction type, submitting party, clearing status...</li> </ul>	✗ Only shows transactions as a static point in time view on a given day
<b>Other features</b>	✓ Links to associated forms or receipts	✗ Only lists the transactions by Transaction type, Relevant dates, and Revenue type



- Does the Account View serve the functionality and capabilities the DNs provide in current state? *If so, can we discontinue the DNs?*
- In the event that DNs were discontinued, what kind of notification would be needed to make sure the required information is transmitted?

# Online Account View – Customs Brokers



- Similar online account view will be provided to the Customs Brokers TCPs
- In principle, Brokers will be able to view details of all transactions executed on behalf of Importers
- Note that, Brokers will continue to view own transactions (example License Fees, Penalties issued or Importations done on behalf of self) on the Account Holder view
- Furthermore, via authorized delegation from the importers, Brokers can gain access to an Importer's account (to be discussed in a later session)
- Prototype to follow in future sessions

# Summary View

- Statement of Accounts (SOA)
  - Program identifier level
  - Program type level
  - Legal entity level

# Statement of Accounts

Main features of the future state of SOAs as compared to the current state

	<b>Future State</b>	<b>Current State</b>
<b>Issued on</b>	18 <sup>th</sup> monthly <i>(includes transactions posted between 18<sup>th</sup> (previous month) to the 17<sup>th</sup> (current month))</i>	25 <sup>th</sup> monthly <i>(includes transactions released between the 18th to the 17<sup>th</sup> and posted to the account by the 24<sup>th</sup>)</i>
<b>Payment due date</b>	Harmonized payment due date <i>(for applicable transactions posted in the period)</i>	<i>Declarations have a single payment due date, while all other transactions have different payment due dates</i>
<b>Summarized by</b>	One section per RM Account and then summarized by, RM Account -> Submitted by -> Transaction Type	<i>Section for Declaration Transactions summarized by day &amp; Section for all Other Transactions</i>
<b>Version</b>	Account Holder at Program Identifier (RM) Account Holder at Program Type Account Holder at Legal Entity	<i>Importer SOA Broker SOA</i>
<b>Payment liability</b>	Account holder	<i>Importer &amp; Broker</i>
<b>Issuing medium</b>	Protected pdf on CBSA Commercial Client Portal and EDI (print at CBSA office via a self-serve kiosk)	<i>EDI and Print at CBSA office</i>



# Statement of Accounts – Program Identifier Level (pg. 2/2)

IV Activities posted in Billing Period								
IVa Submitted by <AccountHolder>		<i>Sub Total</i>	<i>\$68,700.00</i>	<i>\$64,200.00</i>				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	20	\$55,000.00	\$0.00					
Import Dec - Corrections	5	\$5,200.00	\$4,200.00					
Import Dec - Adjustments	2	\$8,500.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Payment	1	\$0.00	\$60,000.00					
IVb Submitted by <Broker - A>		<i>Sub Total</i>	<i>\$2,700.00</i>	<i>\$0.00</i>				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	5	\$2,500.00	\$0.00					
Import Dec - Corrections	0	\$0.00	\$0.00					
Import Dec - Adjustments	1	\$200.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Payment	0	\$0.00	\$0.00					
IVc Initiated by <CBSA>		<i>Sub Total</i>	<i>\$9,175.00</i>	<i>\$0.00</i>				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - Adjustments	1	\$9,000.00	\$0.00					
Other Transactions/Charges	5	\$125.00	\$0.00					
Penalty	0	\$0.00	\$0.00					
Late Payment Interest	0	\$0.00	\$0.00					
Adjustment Interest	0	\$50.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Activities posted in Billing Period: Program Revenue Breakdown								
Customs Duty	Excise Tax	Excise Duty	SIMA	GST	PST/HST	Interest	Penalty	Other
\$80,000	\$0	\$0	\$0	\$5,000	\$0	\$0	\$3,000	\$0

# Statement of Accounts – Program Type Level (pg. 1/2)

 Canada Border Services Agency / Agence des services frontaliers du Canada		Statement of Account						
<b>Statement of Account (SOA)</b>		<b>Program Type Level</b>			<b>For the billing period Oct 18, 2018 to Nov 17, 2018</b>			
<b>I Legal entity information</b>		<b>II Statement summary</b>						
Business Number	852741963	SOA Date	18-nov-18					
Legal Name	WWW Inc.	Payment Due Date	30-nov-18					
Alias Name	WWW Services	Payable Balance	\$					
Program Type	Importation							
Program Name	WWW Imports							
<b>III Summary of transactions in billing period &lt;start&gt; to &lt;end&gt; for &lt;Program Name&gt;</b>								
A. Previous statement balance	\$A (from previous SOA)							
B. Corrections to previous statement balance	\$B (to transactions in previous period after SOA)							
C. Payments	\$C (payments \$C)							
D. Disbursements	\$D (payouts after previous SOA)							
E. Late payment Interest	\$E (late payment interest applied)							
F. Current period debit transactions	\$F (sum total of all debits in curr. Period)							
G. Current period credit transactions	\$G (sum total of all credits in curr. Period)							
H. Current statement balance	$SH = \$A + \$B - \$C + \$D + \$E + \$F - \$G$							
I. Summary of Revenue distribution breakdown:								
Customs Duty	Excise Tax	Excise Duty	SIMA	GST	PST/HST	Interest	Penalty	Other

- ✓ SOA is issued to Account Holders enrolled for “Intra Program Offsetting”
- ✓ Statements and Accounts are managed at Program Type level (e.g. Program Type Importation)

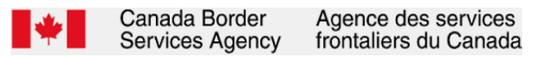
# Statement of Accounts – Program Type Level (pg. 2/2)

IV Activities posted in Billing Period for Program Name <RM#1>								
IV Submitted by <AccountHolder>		<i>Sub Total</i>	\$68,700.00	\$64,200.00				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	20	\$55,000.00	\$0.00					
Import Dec - Corrections	5	\$5,200.00	\$4,200.00					
Import Dec - Adjustments	2	\$8,500.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Payment	1	\$0.00	\$60,000.00					
IV Submitted by <Broker - A>		<i>Sub Total</i>	\$2,700.00	\$0.00				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	5	\$2,500.00	\$0.00					
Import Dec - Corrections	0	\$0.00	\$0.00					
Import Dec - Adjustments	1	\$200.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Payment	0	\$0.00	\$0.00					
IV Initiated by <CBSA>		<i>Sub Total</i>	\$9,175.00	\$0.00				
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - Adjustments	1	\$9,000.00	\$0.00					
Other Transactions/Charges	5	\$125.00	\$0.00					
Penalty	0	\$0.00	\$0.00					
Late Payment Interest	0	\$0.00	\$0.00					
Adjustment Interest	0	\$50.00	\$0.00					
Penalty Appeal	0	\$0.00	\$0.00					
Activities posted in Billing Period: Program Revenue Breakdown								
Customs Duty	Excise Tax	Excise Duty	SIMA	GST	PST/HST	Interest	Penalty	Other
\$80,000	\$0	\$0	\$0	\$5,000	\$0	\$0	\$3,000	\$0

# Statement of Accounts – Legal Entity (pg. 1/2)

✓ Issued to Account Holders enrolled for “Inter Program Offsetting”

✓ Statements and Accounts are managed at Legal Entity level (i.e. across all Program Types and RM Accounts)



## Statement of Account

**Statement of Account (SOA)**      **Legal Entity Level**      **For the billing period XXX, 18, YYYY to XXX, 17, YYYY**

I	Legal entity information	II	Statement summary
	Business Number		SOA Date
	Legal Name		Payment Due Date
	Alias Name		Payable Balance
	Number of Programs		

IV		Summary of transactions in billing period <start> to <end> for <BN9 client>
A.	Previous statement balance	\$A (from previous SOA)
B.	Corrections to previous statement balance	\$B (to transactions in previous period after SOA)
C.	Payments	\$C (payments re \$C)
D.	Disbursements	\$D (payouts after previous SOA)
E.	Late payment Interest	\$E (late payment interest: applied)
F.	Current period debit transactions	\$F (sum total of all debits in curr. Period)
G.	Current period credit transactions	\$G (sum total of all credits in curr. Period)
H. Current statement balance		<u><u>\$H = \$A+\$B-\$C+\$D+\$E+\$F-\$G</u></u>

I. Summary of Revenue distribution breakdown:

Customs Duty	Excise Tax	Excise Duty	SIMA	GST	PST/HST	Interest	Penalty	Other

# Statement of Accounts – Legal Entity (pg. 2/2)

Activities posted in Billing Period: Program RM0001								
<b>Submitted by &lt;AccountHolder&gt;</b>		<i>Sub Total</i>						
		\$68,700.00	\$64,200.00					
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	20	\$55,000.00	\$0.00					
Import Dec - Corrections	5	\$5,200.00	\$4,200.00					
Import Dec - Adjustments	2	\$8,500.00	\$0.00					
Appeals/Disputes	0	\$0.00	\$0.00					
Payment	1	\$0.00	\$60,000.00					
<b>Submitted by &lt;Broker - A&gt;</b>		<i>Sub Total</i>						
		\$2,700.00	\$0.00					
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - New	5	\$2,500.00	\$0.00					
Import Dec - Corrections	0	\$0.00	\$0.00					
Import Dec - Adjustments	1	\$200.00	\$0.00					
Appeals/Disputes	0	\$0.00	\$0.00					
Payment	0	\$0.00	\$0.00					
<b>Initiated by &lt;CBSA&gt;</b>		<i>Sub Total</i>						
		\$9,175.00	\$0.00					
Transaction Type	Number of Transactions	Debit	Credit					
Import Dec - Adjustments	1	\$9,000.00	\$0.00					
Other Transactions/Charges	5	\$125.00	\$0.00					
Penalty	0	\$0.00	\$0.00					
Late Payment Interest	0	\$0.00	\$0.00					
Adjustment Interest	0	\$50.00	\$0.00					
Appeals/Disputes	0	\$0.00	\$0.00					
Activities posted in Billing Period: Program RM0001 by Revenue Breakdown								
Customs Duty	Excise Tax	Excise Duty	SIMA	GST	PST/HST	Interest	Penalty	Other
\$80,000	\$0	\$0	\$0	\$5,000	\$0	\$0	\$3,000	\$0

# Correspondence

- Customs Broker Summary Statement

# Customs Broker Summary

Introducing the Customs Broker Summary to replace the Broker SOA

## Current state: Broker SOA

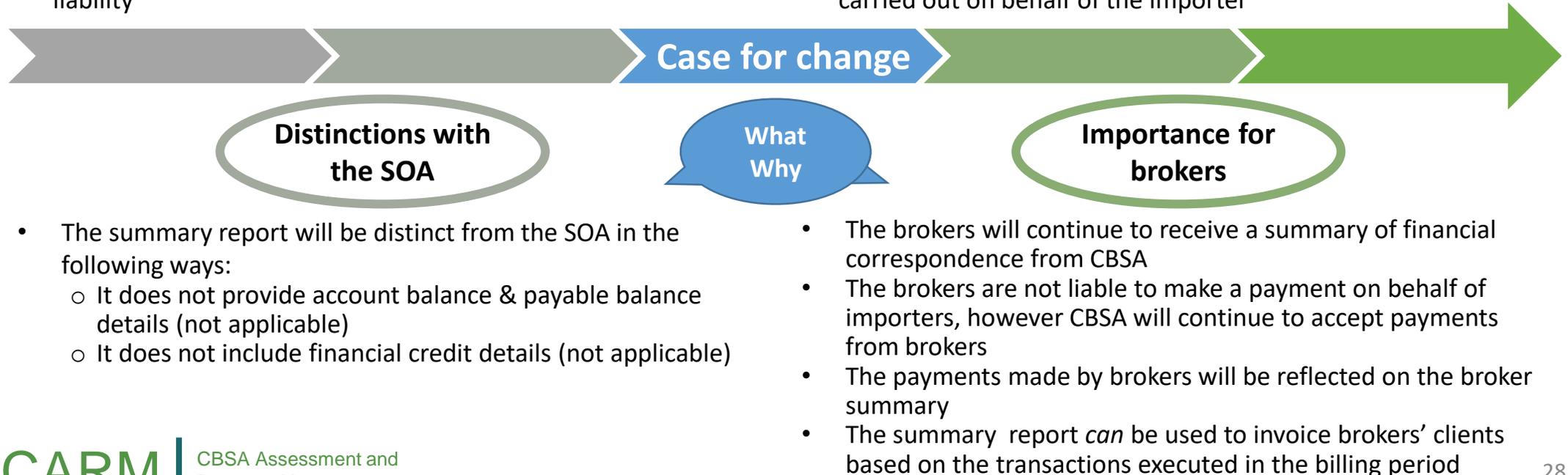
### Why the current state is not applicable for brokers

- The brokers are no longer liable for payments
- The brokers will not have payable balance for transactions conducted on behalf of importers
- The SOA is designed for account balance, payable balance and liability

## Future state: Customs Broker Summary Report

### Summary purpose for brokers

- It provides customs brokers with a CBSA issued statement to summarize their key activities per billing period
- It replaces the current state Broker SOA
- It provides information to customs brokers for transactions carried out on behalf of the importer



# Customs Broker Summary – Proposed template

**Customs Broker Summary Report** For the billing period XXX, 18, YYYY to XXX, 17, YYYY

I Legal entity information		II Summary	
Broker number	987654321	Summary report date	18th MMM, YY
Legal Name	XYZ Customs Brokerage Inc.	Total number of clients	# of Broker's clients

III Importer RM Account ▼ <Filter>	Declarations		Corrections		Adjustments		Payments		TOTALS	
	Num. of trans.	Debit (Credit)								
11111RM00001	5	\$2,500.00	0	\$0.00	1	\$200.00	0	\$0.00	6	\$2,700.00
22222RM00001	5	\$5,000.00	4	(\$575.00)	1	\$200.00	1	(\$600.00)	11	\$4,025.00
33333RM00001	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00
44444RM00001	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00
55555RM00001	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00
66666RM00001	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00
77777RM00001	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00	0	\$0.00
...										

IV Importer RM Account ▼ <Filter>	Disputes/Appeals	
	Num. of trans.	Debit (Credit)
11111RM00001	0	\$0.00
22222RM00001	0	\$0.00
33333RM00001	0	\$0.00
44444RM00001	0	\$0.00
55555RM00001	0	\$0.00
66666RM00001	0	\$0.00
77777RM00001	0	\$0.00
...		

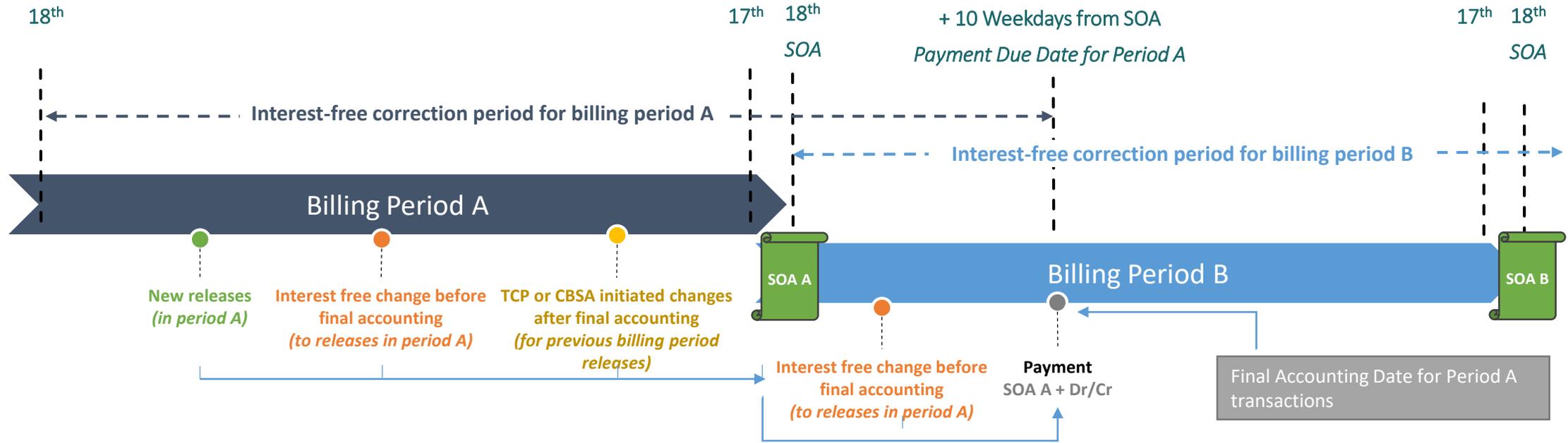
Note that while the Summary Report provides the total of transactions categorized by transaction type per client account, Customs Brokers will be able to view transaction details on a dedicated online account view (accessed via the CARM portal). The view and template of the portal will be shared in a later session.

# Correspondence

- Portal scenario

# Future State Billing Period

## High level summary



- Legend**
- New Assessment
  - Corrections
  - Reassessment

**Notes**  
**Corrections** are always initiated by the TCP and the term applies to changes to assessments before final accounting i.e. before the payment due date  
**Reassessment** can be initiated by CBSA or TCP, decision rendered only by CBSA

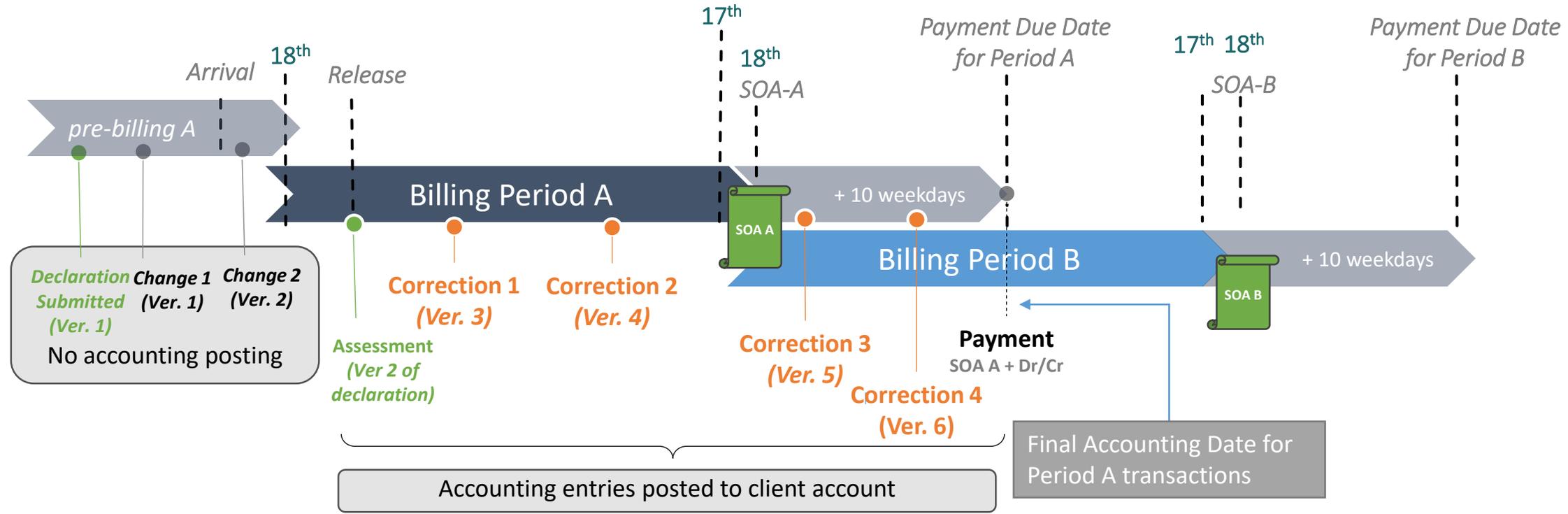
# Updates on Online Account View – Scenario



- Covers the **continuum of an importation** from pre-release submission of a declaration (by importer/broker) to final payment (by importer)
- Illustrates updates of the **online account view is updated** as transactions are posted to the client's account in CARM
- Highlights that **data for accounting entries** is available during release
- **Interim accounting** on the day of the release
- TCP may submit **final accounting** up to payment due date (interest-free)
- Covers **2 billing periods**, including:
  - Interest-free corrections, interest applicable adjustments
  - Over-payment and under-payments
- Illustrates a simplistic **example of clearing** as a result of over-payment
- Illustrates an **example of late payment interest** as a result of under-payment
  - Does not take into account actual interest-rates

# Declaration release and corrections

## High level summary of scenario on the account

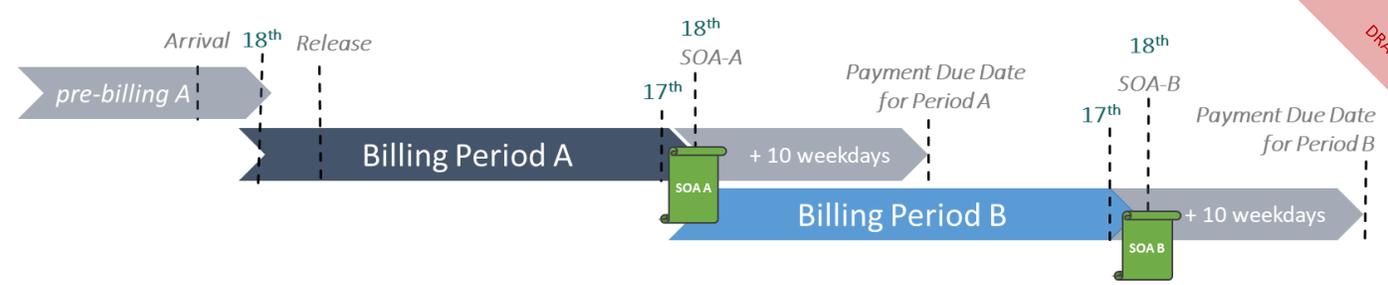


- Legend**
- **New Assessment**
  - **Corrections**
  - **Reassessment**

**Notes:**  
**New Assessments** refer to a new declaration submitted by the TCP's, and interim accounting is posted at time of release  
**Corrections** are always initiated by the TCP and the term applies to changes to assessments before final accounting i.e. before the payment due date  
**Reassessment** can be initiated by CBSA or TCP, decision rendered only by CBSA

# Online Account View

## High-level structure overview



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Canada Border Services Agency



Canada

### Online Account View

Show: **20** 50 100 items

Pending transactions

Business account: **ABC Incorporated (BN9 123456789)**  
 Program: **Importer X (RM0001)**

Query tool and filters

Credit information

**Statement details**  
 Billing period: 18 Oct – 17 Nov      Account balance : \$582  
 Payment Due Date: 30 Nov      Payable balance : \$43

Calendar Date	Transaction Date	Posting Date	Transaction Type	Transaction Number	Version	Transaction Status	Debit/Credit	Running Balance	Due Date	Cleared (Yes/No)	Details
01-déc	01-dec	01-dec	Interest	<a href="#">INT6574</a>		Issued	\$2	\$582	Now	No	+
30-nov	30-nov	30-nov	Payment	<a href="#">PAYMT1235</a>		Received	(\$23)	\$580		Yes	+
25-nov	25-nov	25-nov	AMP	<a href="#">155780</a>	-	Issued	\$25	\$603	31-dec	No	+
20-nov	20-oct	20-nov	Declaration	<a href="#">54321876543212</a>	1	Released	\$536	\$578	31-dec	No	+
02-nov	15-aug	02-nov	Adjustment	<a href="#">12345123456781</a>	7	Adjusted	\$55	\$43	30-nov	Partial	+
01-nov	01-nov	01-nov	Payment	<a href="#">PAYMT1234</a>	-	Received	(\$200)	\$188		Yes	+
01-nov	15-aug	01-nov	Correction	<a href="#">12345123456781</a>	6	Corrected	\$22	\$188	01-nov	Yes	+
19-oct	15-aug	19-oct	Correction	<a href="#">12345123456781</a>	5	Corrected	\$43	\$166	01-nov	Yes	+
15-oct	15-aug	15-oct	Correction	<a href="#">12345123456781</a>	4	Corrected	(\$6)	\$123	01-nov	Yes	+
01-oct	15-aug	01-oct	Correction	<a href="#">12345123456781</a>	3	Corrected	\$22	\$129	01-nov	Yes	+
18-sept	15-aug	18-sept	Declaration	<a href="#">12345123456781</a>	2	Released	\$107	\$107	01-nov	Yes	+

Filtered from oldest to most recent

Portal Menu

Amounts for illustration

# Online Account View

## Portal functionalities of a transaction



Government of Canada / Gouvernement du Canada

Canada.ca | Services | Departments | Français

Canada Border Services Agency



Canada

### Online Account View

Show: 20 50 100 items

Pending transactions

Business account: **ABC Incorporated** (BN9 12345678)  
 Program: **Importer X** (RM000001)

Query tool and filters

Credit information

Statement details  
 Account balance : \$107  
 Billing period: 18/09-17/10 Payable balance : \$107

Calendar Date	Transaction Date	Posting Date	Transaction Type	Transaction Number	Version	Transaction Status	Debit/Credit	Running Balance	Due Date	Cleared (Yes/No)	Details					
18-sept	15-aug	18-sept	Declaration	<a href="#">12345123456781</a>	2	Released	\$107	\$107	01-nov	No	+					
				<b>Description</b>	<b>Sub. By</b>	<b>Duties</b>	<b>Exc. Duty</b>	<b>Exc. Tax</b>	<b>SIMA</b>	<b>GST</b>	<b>PST/HST</b>	<b>Adj. Int.</b>	<b>Other</b>	<b>Penalty</b>	<b>Late pmt. interest</b>	<b>Payment</b>
				Declaration	Brok. X	\$100				\$7						

Clicking the transaction number of a posting will dynamically show the header details, therefore visually lowering the transactions below it

Links to the declaration form

Portal Menu

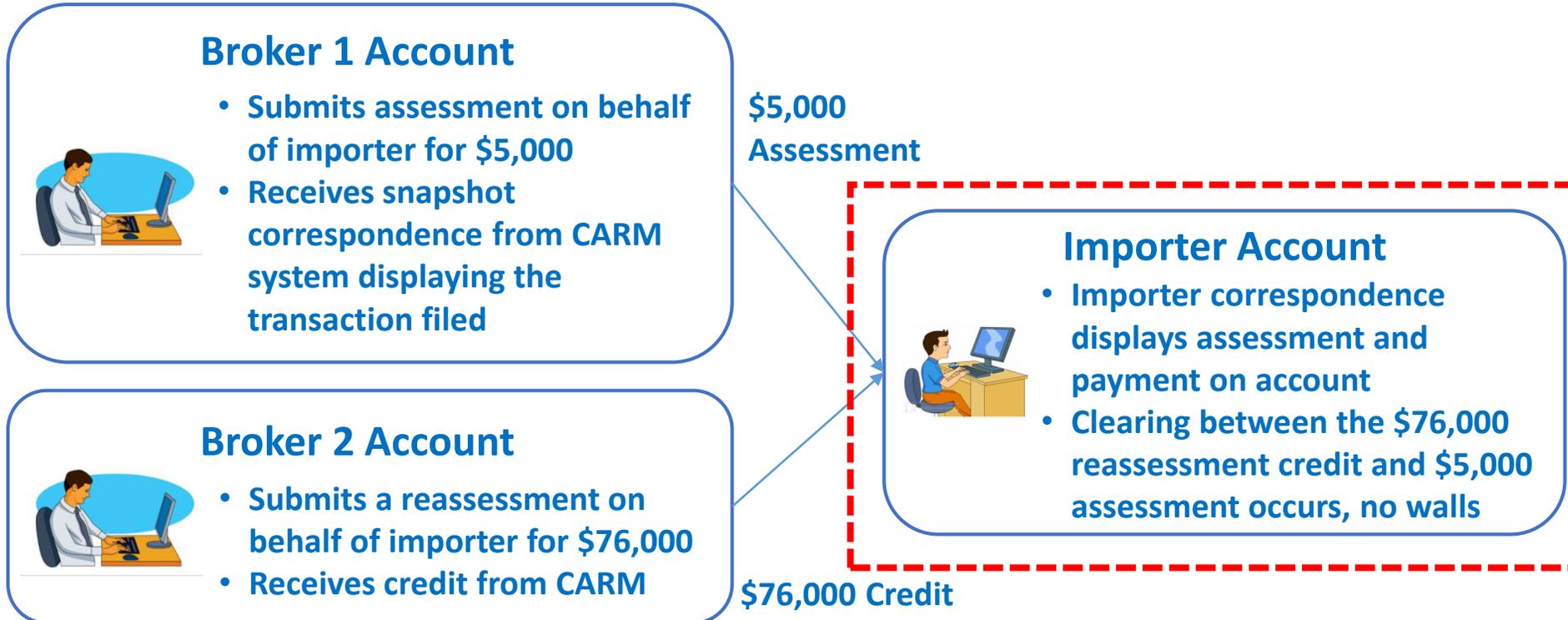
Export Options

# Offsetting

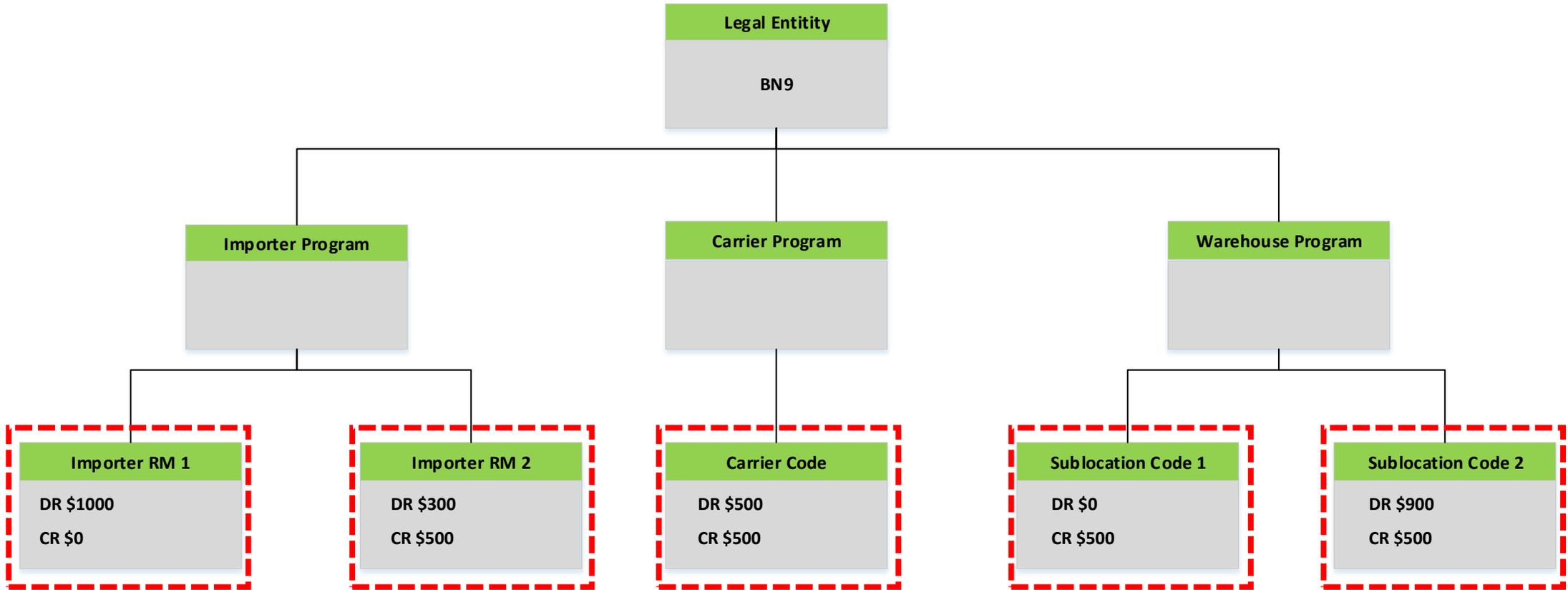
- Account postings
- RM level offsetting
- Intra-program offsetting
- Inter-program offsetting

# Account postings and offsetting

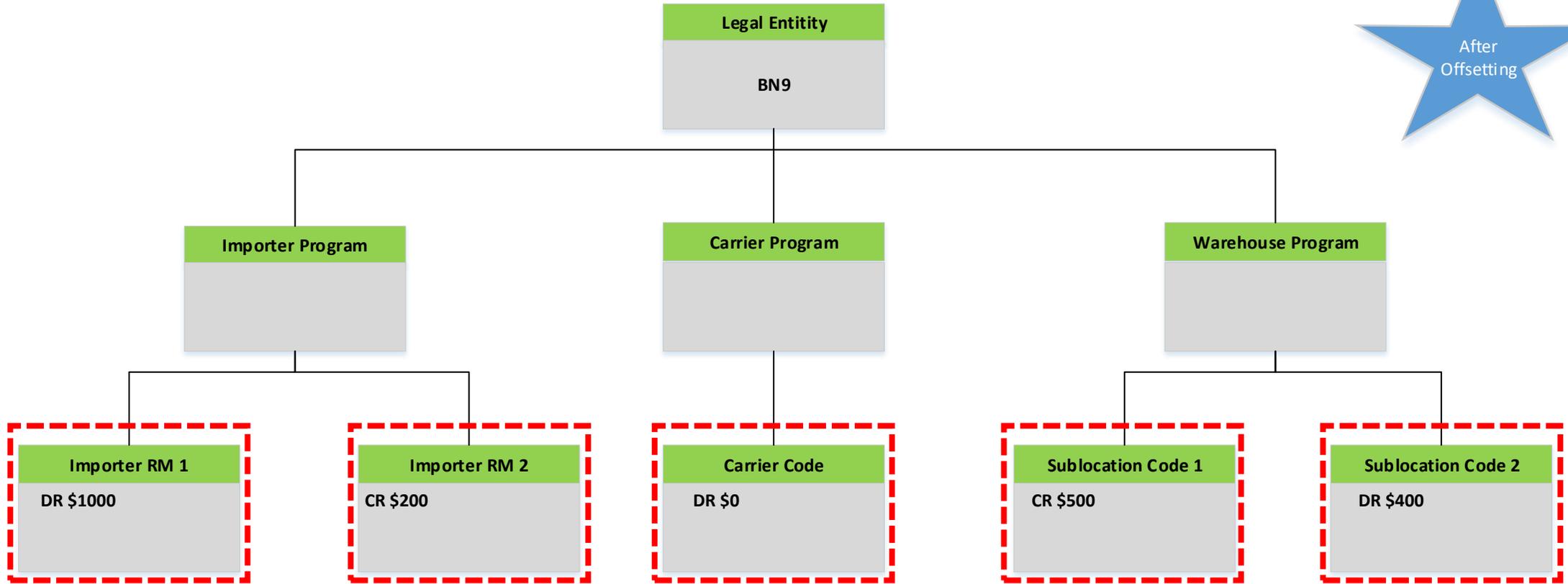
Posting to importer accounts and cross clearing regardless of the associated agent



# Offsetting at the RM level



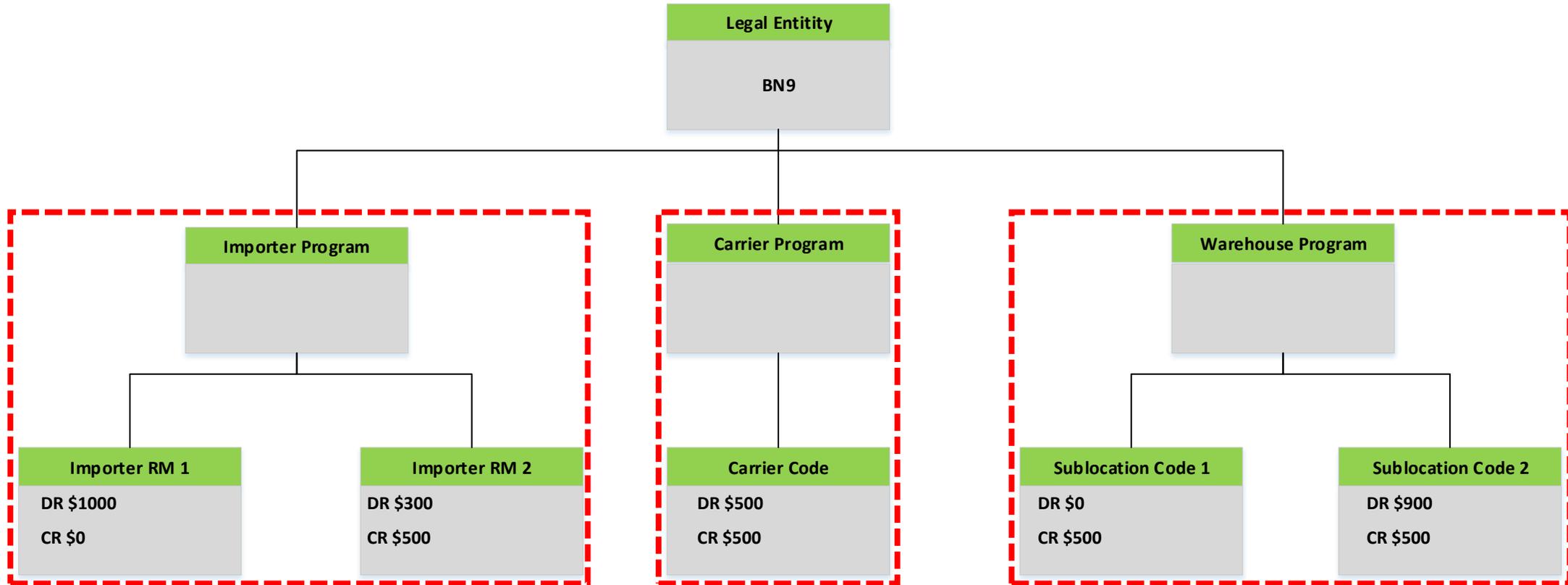
# Offsetting at the RM level



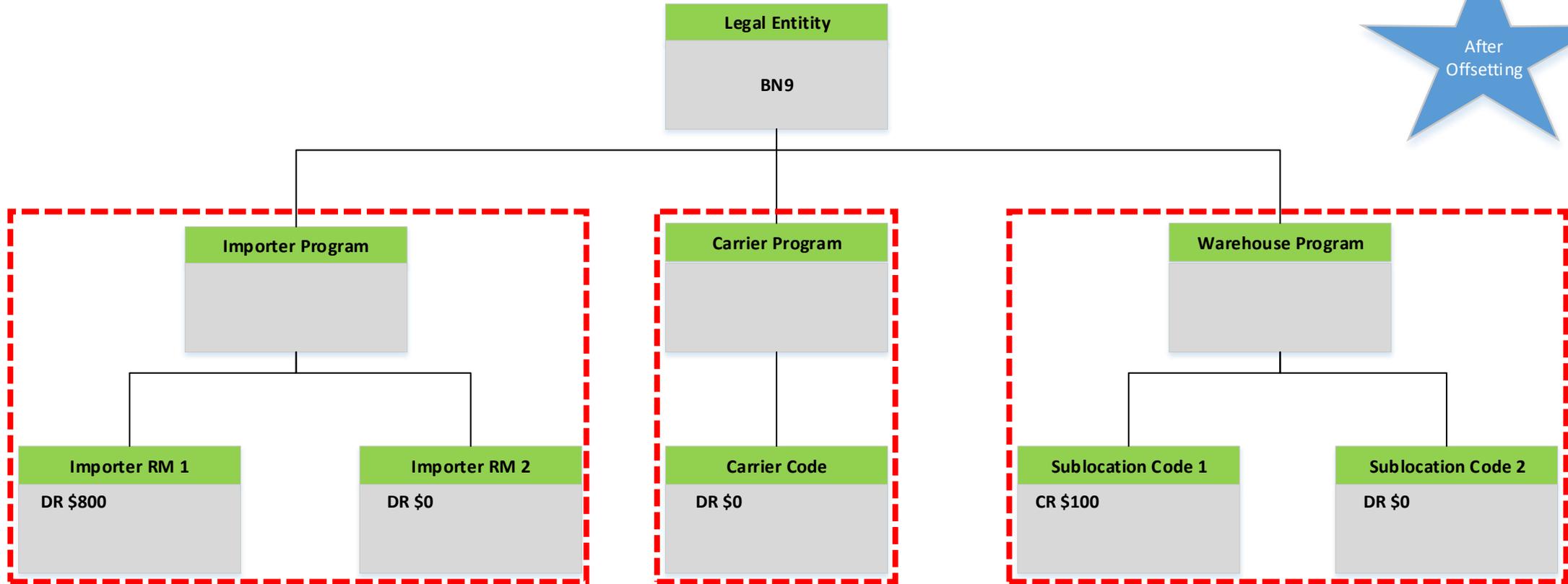
- ✓ Each RM account offsets debits and credits in isolation
- ✓ A statement of account will be generated for each RM account
- ✓ The clearing rules dictate which items clear first within an RM account

Legend	<span style="border: 2px dashed red; padding: 2px;">Clears</span>
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# Offsetting at the intra-program level

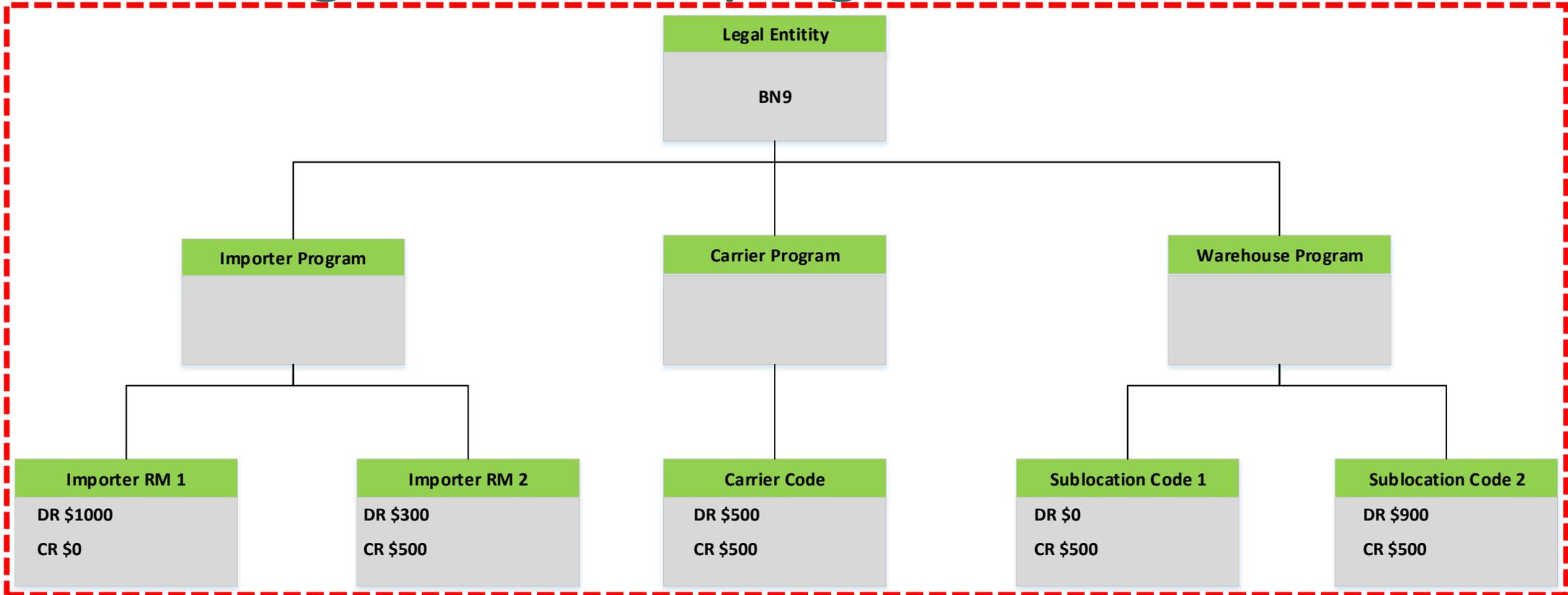


# Offsetting at the intra-program level

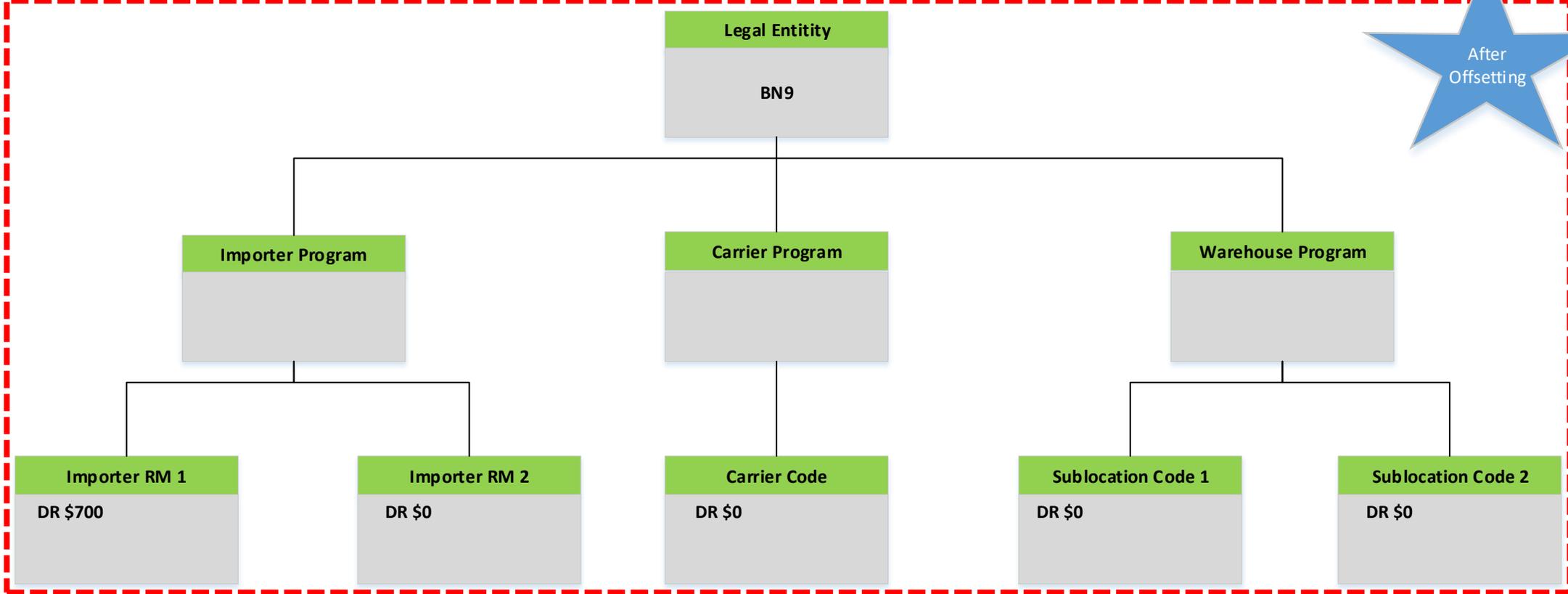


- ✓ Each program offsets debits and credits, which may be across RM accounts
- ✓ A statement of account will be generated for each program
- ✓ The clearing rules dictate which items clear first within the program

# Offsetting at the inter-program level



# Offsetting at the inter-program level



- ✓ Debits and credits are offset at the legal entity level, which may be across the program, and across multiple RM accounts
- ✓ A single statement of account will be generated for the legal entity
- ✓ The clearing rules dictate which items clear first across the legal entity

# Interest

- Interest on overdue payments
- Portal Interest simulation

# Interest Types

## Adjustments

- Interest calculated on adjustments. This applies to the following document types:
  - Re-assessments
  - Drawbacks (K32)

## Overdue Payments

- Interest calculated on overdue payments. This applies to the following document types:
  - Assessments
  - Re-assessments
  - AMPS
  - Miscellaneous invoices (K23)
  - Ascertained forfeitures (K9)
  - Interest

# Interest

- Interest on overdue payments

# Future State Payment Due Dates & Base Date

Transaction Type	Current Payment Due Date	Future Payment Due Date	Current Base Date for Interest	Future Base Date for Interest
<b>Assessment</b>	SOA Payment Due Date	SOA Payment Due Date	Payment due date + 1	Payment due date + 1
<b>Re-assessment (incl. interest from assessment payment due date + 1)</b>	Decision date + 30 Days	SOA Payment Due Date	Issue Date + 1	Payment due date + 1
<b>AMPS Penalty</b>	Issue date + 30 Days	SOA Payment Due Date	Issue Date + 1	Payment due date + 1
<b>K23 (Misc. Invoice)</b>	Issue date + 30 Days	SOA Payment Due Date	Issue Date + 1	Payment due date + 1
<b>K23 NSF Debit</b>	Payment Date	Payment Date	Payment Date	Payment Date
<b>K9 Debit (Ascertained forfeitures)</b>	Issue date + 30 Days	SOA Payment Due Date	Issue Date + 1	Payment due date + 1
<b>Interest Debit on Late Payment (daily compounded)</b>	Immediately	Immediately	Payment due date + 1	Payment due date + 1

# Interest

- Portal Interest simulation

# Portal Interest Simulation

Account Holder point of view



## Late Payment Interest Simulation

Interest to Date : 2018-11-21

Number of records: 5

Current Quarter Int. Rates	
Prescribed Rate	1.45%
Specified Rate	7.45%

[Historical Interest Rates](#)

Doc. Number	Doc. Type	Int. Key	Item Description	Σ Amount Open	Net Due Date	Last Interest Date	Cont.Acc.	Cont.Obj.	BN15(RM)	Σ Int	Total Payable
<a href="#">100623542</a>	Ass.	DS	0100 0010 Customs Duties	\$ 2,000.00	2018-10-31		1001045981	10001029333	123456789RM0001	\$ 8.59	\$ 2,008.59
<a href="#">100623543</a>	Reass.	DS	0100 0010 Customs Duties	\$ 1,500.00	2018-10-31		1001045981	10001029333	123456789RM0001	\$ 6.45	\$ 1,506.45
<a href="#">100623544</a>	AMPS	DS	1000 0010 NPA Initial (AMPS)	\$ 3,000.00	2018-10-31		1001045981	10001029333	123456789RM0001	\$ 12.89	\$ 3,012.89
<a href="#">100623545</a>	K23	DS	7000 0070 Special Service Fees	\$ 3,500.00	2018-10-31		1001045981	10001029333	123456789RM0001	\$ 15.04	\$ 3,515.04
<a href="#">100623546</a>	K9	DS	7000 0250 Port Seizures	\$ 2,000.00	2018-10-31		1001045981	10001029333	123456789RM0001	\$ 8.59	\$ 2,008.59
				<b>\$ 12,000.00</b>						<b>\$ 51.56</b>	<b>\$ 12,051.56</b>

# Questions



# Thank you!