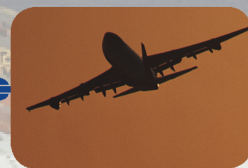


Supply Chain Security in a New Business Environment



FAST 2006

- FAST Overview
- FAST Expansion US/Canada Border
- FAST Expansion US/Mexico Border
- Transponders and User Fees
- Changes to Application Process
- Integration with ACE
- Next Steps



Supply Chain Security in a New Business Environment



FAST Overview

- Border Accord Initiative between U.S., Mexico, and Canada.
- Designed to ensure security and safety while facilitating legitimate trade.
- Achieved through:
 - Use of risk-management principles
 - Supply chain security
 - Industry partnership
 - Advanced technology for screening and clearing shipments



Supply Chain Security in a New Business Environment



FAST Benefits

- Dedicated lanes (where available) for clearance of shipments.
- Reduced number of examinations for compliance with FAST as well as expedited secondary processing.
- Enhanced supply chain security while protecting economic prosperity of the United States, Mexico, and Canada.
- For carriers, the knowledge they are transporting shipments for a C-TPAT importer, and on the Southern Border, C-TPAT Manufacturer which means expedited release.



Supply Chain Security in a New Business Environment



US/MEXICO Border Ports

- Brownsville, TX
- Calexico, CA
- El Paso, TX
- Laredo, TX
- Nogales, AZ
- Otay Mesa, CA
- Pharr, TX



Supply Chain Security in a New Business Environment



US/CANADA Border Ports

- Alexandria Bay, NY
- Blaine, WA
- Buffalo, NY
- Champlain, NY
- Derby Line, VT
- Detroit, MI
- Highgate Springs, VT
- Houlton, ME
- Pembina, ND
- Port Huron, MI
- Portal, ND
- Sweetgrass, MT



Supply Chain Security in a New Business Environment



FAST Requirements

- Carrier must be C-TPAT approved and registered with FAST.
- Goods being transported must be for a C-TPAT importer.
- Driver must be a FAST approved driver in possession of a FAST proximity card.
- For Southern Border:
 - Manufacturer must also be C-TPAT Participant
 - Must adhere to high security seal requirements (now standard)



Supply Chain Security in a New Business Environment



C-TPAT/FAST Carriers

- Complete C-TPAT Carrier Application online.
- Must have a valid USDOT number.
- Must obtain a Standard Carrier Alphanumeric Code (SCAC)
- After successful vetting, SCAC is activated and carrier allowed to participate in FAST.
- FAST carriers are issued an ACE ID number.
- Allows participation in FAST.
- Carrier may go online and obtain transponders via CBP.gov



Supply Chain Security in a New Business Environment



C-TPAT/FAST Importers

- Must complete application for C-TPAT
 - To be completed online
- Importer risk assessment performed to review importer's security profile for accuracy and completeness.

Any information missing from application will delay participation in FAST.



Supply Chain Security in a New Business Environment



C-TPAT/FAST Manufacturers

- Southern Border requirement for FAST
- To qualify, must be:
 - Mexican manufacturer exporting to the U.S. from Mexico.
 - Produce or manufacture as well as pack and prepare for shipping any article or item destined to the U.S.
 - All these activities must be performed at a facility owned and controlled by the Mexican manufacturer.
 - May apply as related party Manufacturer or non-related party Manufacturer.



Supply Chain Security in a New Business Environment



High Security Seals

- Container integrity must be maintained to protect against the introduction of unauthorized material and/or persons.
- Procedures must be in place to properly seal and maintain the integrity of the shipping containers.
- A high security seal must be affixed to all loaded containers bound for the United States.
- All seals must meet or exceed the current PAS ISO 17712 standards for high security seals.
- Manufacturers are responsible for the sealed container/trailer until the carrier assumes control.
- Upon receipt the carrier ensures all seal information is true and correct as reflected on shipping documents



Supply Chain Security in a New Business Environment



FAST Drivers

- Drivers must complete application in English
- Northern Border Application reviewed by CBP, Canadian Border Services Agency (CBSA), and Citizenship and Immigration Canada (CIC)
- Southern Border applications vetted exclusively by CBP.
- Both cards valid at each border.
- Fee of \$50 dollars for each application.
- Once approved, card valid for 5 years.

Supply Chain Security in a New Business Environment



FAST Driver Registration

- Northern Border Applications

FAST Commercial Driver
Program

4551 Zimmerman Avenue

P.O. Box 66

Niagara Falls, ON L2E 6T1

Canada

- Southern Border Applications

FAST Commercial Driver
Program

U.S. Customs and Border
Protection

Box 371124

Pittsburgh, PA 15251-7124
U.S.A.



Supply Chain Security in a New Business Environment



FAST Driver Eligibility

- Citizen or permanent resident of U.S., Canada, or Mexico.
- Must be admissible to U.S. under current Immigration law.
- Possess a valid driver's license.



Supply Chain Security in a New Business Environment



FAST Driver Enrollment Centers

- Enrollment Center functions include:
 - Interview driver for admissibility
 - Verify and validate information
 - Examine driver original identification and citizenship documents for authenticity
 - Obtain biographic information on the driver (digital fingerprints and photograph)
 - Issue FAST Driver Identification Card

FAST Driver Enrollment Centers

- Southern Border
 - Brownsville, TX
 - Calexico, CA
 - El Paso, TX
 - Laredo, TX
 - Nogales, AZ
 - Otay Mesa, CA
 - Pharr, TX
- Northern Border
 - Blaine, WA
 - Buffalo, NY
 - Champlain, NY
 - Derby Line, VT
 - Detroit, MI
 - Houlton, ME
 - Pembina, ND
 - Port Huron, MI
 - Portal, ND
 - Sweetgrass, MT

FAST Cargo Release

- CBP utilizes three cargo release methods for FAST.
 - FAST
 - PAPS
 - ACE



Supply Chain Security in a New Business Environment



FAST Expansion



Supply Chain Security in a New Business Environment



U.S./Canada Border Expansion

- Calais, ME
- Intl. Falls, MN
- Massena, NY
- Ogdensburg, NY
- Oroville, WA
- Sault Ste Marie, MI



Supply Chain Security in a New Business Environment



U.S./Mexico Border Expansion

- Del Rio, TX
- Douglas, AZ
- Eagle Pass, TX
- Rio Grande, TX
- San Luis, AZ
- Santa Teresa, NM
- Tecate, CA
- Columbia Bridge, Laredo TX
- Los Indios Bridge, Brownsville TX

Supply Chain Security in a New Business Environment



Transponders and User Fees



Supply Chain Security in a New Business Environment



FAST Transponders

- FAST issues RFID stickers to all participants to install on windshield of truck
- These RFID stickers have unique identification numbers that the transponder antenna system recognizes and sends to FAST
- These numbers relate to an account containing all of the truck information recorded during the application process
- FAST driver cards also contain RFID technology that are read by the antennas
- Transponders are issued by our contractor by fleet (paper process) or individually Web site.

<https://tradelinks4.mellon.com/cbp/Dispatcher>



Supply Chain Security in a New Business Environment



Transponders and User Fees

- Starting in calendar year 2006, CBP is issuing the same transponder for annual user fee collections.
- Allows for automated collection of user fees
- Creates more conveyance accounts for CBP
- Allows for quicker identification and vetting of trucks
- Removes emphasis from sticker and places it on electronic account information
- CBP contractor has issued over 120,000 transponders for 2006



Supply Chain Security in a New Business Environment



Application Process Changes



Supply Chain Security in a New Business Environment



Automation of Applications

- C-TPAT application process in automating
- FAST Driver enrollment is automating
- FAST transponder issuance is automated
- FAST status for individual conveyances based on FAST identification number linked to account record
- FAST accounts are automatically ACE accounts



Supply Chain Security in a New Business Environment



Integration with ACE

- FAST processing is being subsumed by ACE
- FAST carrier accounts will be created and maintained in ACE
- User Fee accounts will be created and maintained in ACE
- ACE electronic manifest is already processing FAST shipments in many FAST ports
- ACE is closer than ever to its vision of “one stop shopping”



Supply Chain Security in a New Business Environment



FAST Next Steps

- Automation of per crossing user fees (Decrementing accounts)
- Integration in ACE
- ACE preferred manifest rollout
- FAST technology supporting and enhancing ACE
- Working to meet expansion goals by end of 2006
- Examining new technologies and processes
- Actively working to expand use of FAST
- All ACE ports will be able to support FAST processing



Supply Chain Security in a New Business Environment



