

THE IMPACT OF THE DIGITAL IMPORTATION AND PREARRIVAL DECLARATION IN THE TRADE FACILITATION ON THE BORDER OF PERU WITH CHILE IMPROVEMENT OPPORTUNITIES AND POLICY RECOMMENDATIONS



Mary I. Delgado Caceres
Macquarie University
Australia



AGENDA

I

Peruvian Trade Public Policy

II

Case Study: Trade facilitation in land border
between Peru and Chile

III

Improvement Opportunities

IV

Recommendations and Conclusions

I. PERUVIAN INTERNATIONAL TRADE PUBLIC POLICY

National Strategic Export Plan
PENX 2025

National Plan of Competitiveness
and Productivity

Trade Facilitation and the Peruvian
Customs Administration

FAST

Process Simplification
and digitalization of
customs process

Facilitating
legitimate
foreign trade

SMART Borders

Transformation of
the Customs
Control



Santa Rosa
Peru



Chacalluta
Chile

II. CASE STUDY: TRADE FACILITATION IN THE BORDER BETWEEN PERU AND CHILE



TRADE FACILITATION IN THE SANTA ROSA CENTRE OF COMPLIANCE (CAFSR)

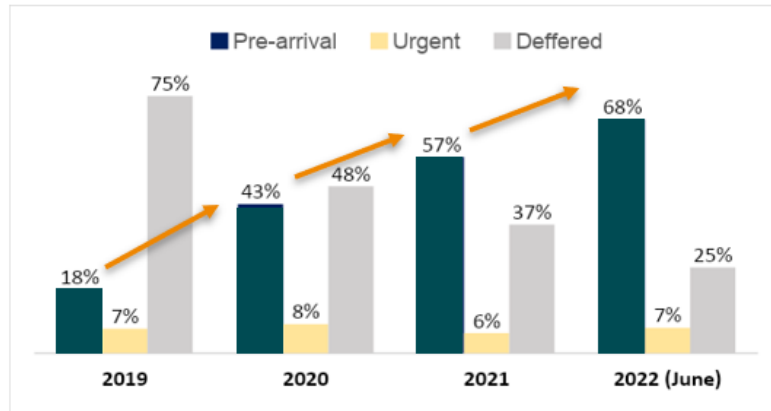


Figure 1 Percentage of Customs Declarations by type of declaration: Prearrival, Urgent and deferred

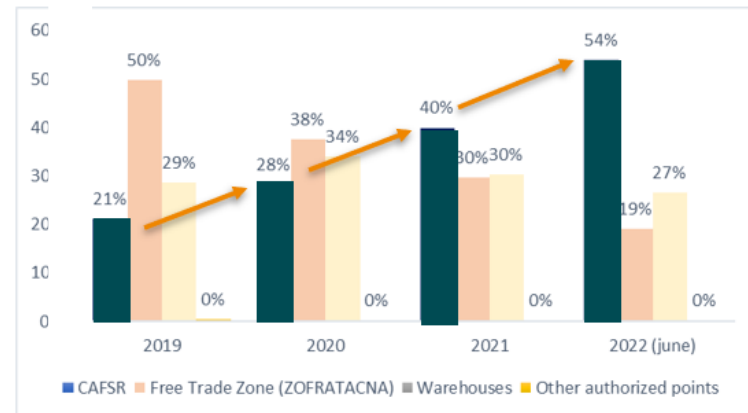


Figure 2 Percentage of Customs Declarations by place where customs control is executed

TIME RELEASE STUDY CAFSR (CAFSR)

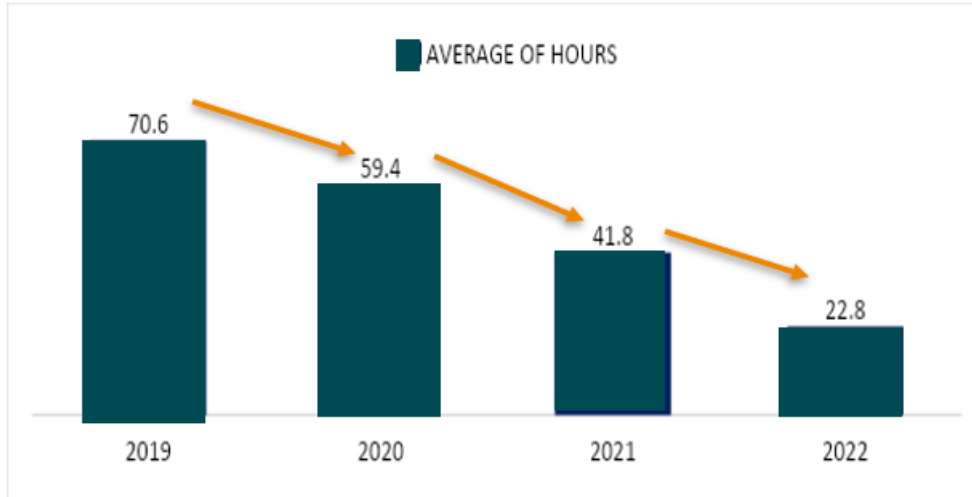
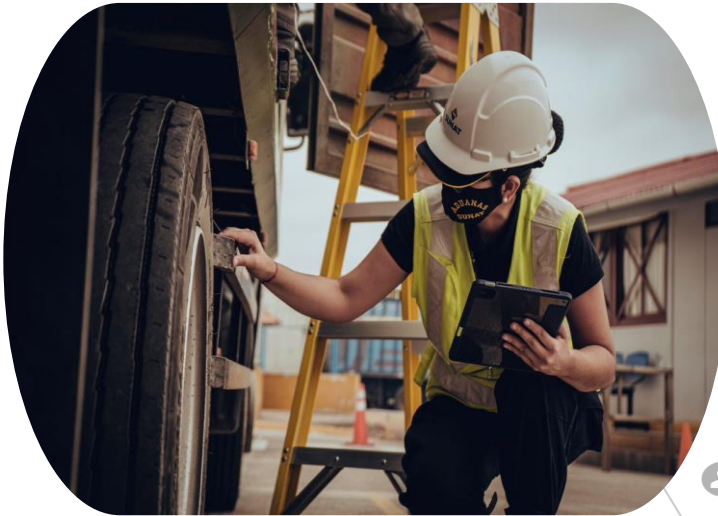


Figure 3_ The average time of customs release of goods from 2019 to 2022 CAFSR



III. IMPROVEMENT OPPORTUNITIE S



I

Infrastructure

II

Digital importation and
Selectivity channel of
control

III

Customs sharing
information between Peru
and Chile

INFRASTRUCTURE

1

Multiple authorities at the border post CAFSR

- Disperse locations of the offices into CAFSR
- Vehicles remain parked into CAFSR (no controlled time by customs administration)

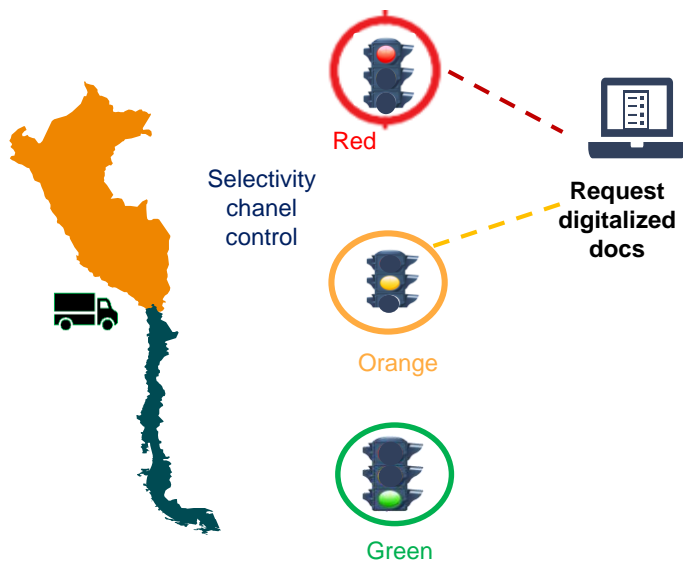
2

Lack of differentiated control

3

Infrastructure and logistics needs to be enhanced according to the current and future challenges





UNSYSTEMATIZED SHARING OF INFORMATION

DIGITAL IMPORTATION AND SELECTIVITY CHANNEL CONTROL

For land borders control channel is notified when vehicle arrives to border post

- Logistics cannot be planned in advance
- If red or orange channel control, is required the submission of documents via web service

It can cause delays regarding, the need to send the cargo to other warehouses.

The notification to owners or brokers to complete the request and the online customs control of support documents (orange)

Customs Cooperation Agreement

Regulates sharing of information by representatives and sharing information by assigned representatives who will request and receive information in identified cases.

IV. RECOMMENDATIONS

INFRASTRUCTURE



1

Rearrange the interinstitutional control according to Coordinated Border Management principles

2

Differentiated control reference model Sentry and Fast border US-Canada.

- Identification
- Reframe
- Differentiated Entrance gates

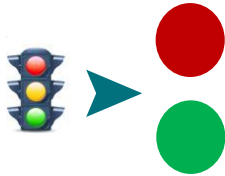
3

Enhance infrastructure

- Revise the process smart border devices.
- New infrastructure considering Los Andes Argentina- Chile border post (Chile)

IV. RECOMMENDATIONS

DIGITAL IMPORTATION AND SELECTIVITY CHANNEL CONTROL



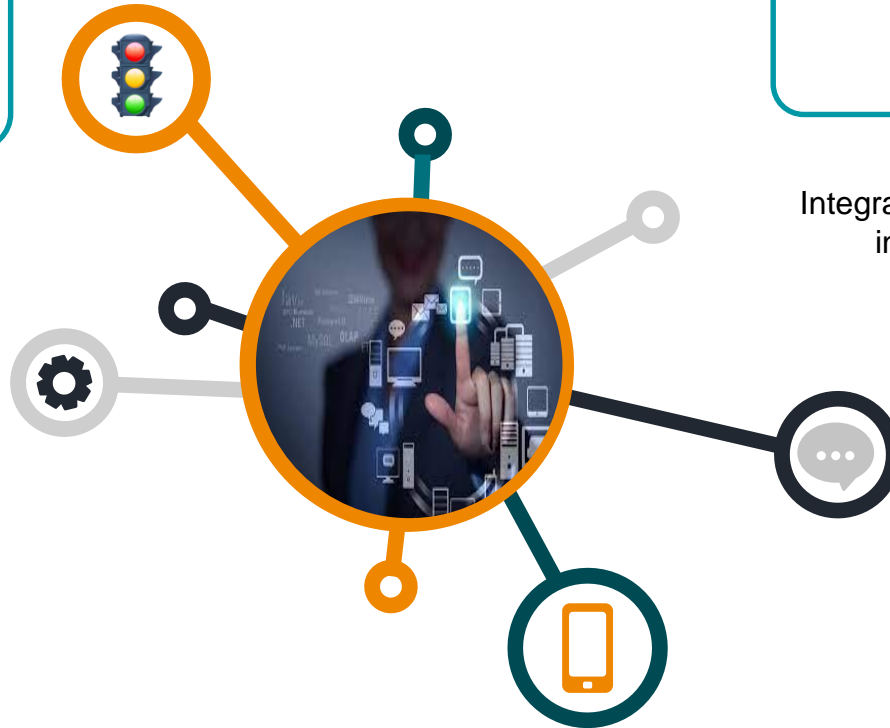
Model USA Canada

Two Channel of Control
Red and green

UNSYSTEMATIZED SHARING OF INFORMATION

Blockchain- Cadena
Integrated control (FUD- sharing
information of vehicles with
touristic purposes)

ASEAN Single
Window, reference
model to share
specific information in
special in customs
matters



IV. CONCLUSIONS

Trade Facilitation has been promoted by national and sectorial plans in the Peruvian Government having the Customs Administration a crucial role in execution through the digitalization of the process and the intensive use of technology and intelligence in the control

The border between Peru and Chile reveal the positive outcomes of the strategies implemented that include prearrival declaration, digital importation and the announced project of Smart Borders.

The main opportunities for improvement and recommendation at the CAFSR are:

- Infrastructure The adoption of joint control and reframing of the offices of the CAFSR.
- Selectivity channel of control and digital importation, the elimination of purely documentary control at the border post following dual model red and green, as it is in USA and Mexico Customs
- The implementation of systematized and autonomous information-sharing between the Customs of Peru and Chile. Following the model of Asean Single Window.



