



# FedEx Regulatory Alerts & Updates

## **Regulatory Alert: Canada Introduces New Surtaxes for Certain U.S. Originating Goods**

June 29, 2018

Beginning July 1, 2018, Canada will impose countermeasures on imports of steel, aluminum and other products such as ballpoint pens, greeting cards, and soya sauce **originating** from the U.S.

The products subject to the countermeasures are listed in three tables. Goods from table one will be subject to a 25 percent surtax and goods from tables two and three will be subject to a 10 percent surtax.

The surtaxes will apply to goods imported for both personal and commercial use. Goods that are eligible for duty relief or a reduction of customs duties due to a preferential tariff rate will not be exempt from the surtaxes.

It is important to note that the surtaxes will not apply to goods that are in transit to Canada prior to July 1, 2018.

Further details about the countermeasures, and the tables containing the affected commodities, can be found here: <https://www.fin.gc.ca/access/tt-it/cacsap-cmpcaa-1-eng.asp>

Information regarding the application and calculation of the surtaxes can be found here: <https://www.cbsa-asfc.gc.ca/publications/cn-ad/cn18-08-eng.html>

**Date of Implementation: July 1, 2018**

### **References:**

Canada Border Services Agency (CBSA): Department of Finance - Countermeasures in Response to Unjustified Tariffs on Canadian Steel and Aluminum Products  
<https://www.fin.gc.ca/access/tt-it/cacsap-cmpcaa-1-eng.asp>

Canada Border Services Agency (CBSA): Customs Notice 18-08 - United States Surtax Order (Steel and Aluminum) and United States Surtax Order (Other Goods)  
<https://www.cbsa-asfc.gc.ca/publications/cn-ad/cn18-08-eng.html>