

Israel FTA Summary

Provision	ISRAEL (ILFTA)
GENERAL INFO & DATES	
Agreement Name	US-Israel Free Trade Area Agreement
Implementation Date	September 1, 1985
Expiration	None
Duty Phase-Out	January 1, 1995
Merchandise Processing Fee (MPF)	Exempt for products of Israel, whether or not originating; 19 CFR 24.23(c)(5)
Imported Directly	May NOT enter the commerce of a 3rd country except for non-retail sale where the importation is the result of the original transaction, may NOT undergo further production in a 3rd country; GN 3(a)(v)(B)
Primary Responsibility for Compliance	Importer
CITATIONS	
HTSUS General Note (GN)	GN 8; GN 3(v) (QIZs)
US Code	19 USC 2112 note
CFR	None
Marking Rules	19 CFR 134
Special Program Indicator	"IL" ("N" for Qualifying Industrial Zones (QIZs))
Verification Authority	Annex 3, Paragraph 9



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ORIGINATION, ETC.	
Rules of Origin Citations	Agreement Annex 3, 19 U.S.C. 2112 (note)
Rules of Origin	"Growth, Product, or Manufacture" or Value Content + Substantial Transformation
Tariff Shift Rules	No
Tariff Shift Rules Updated to Comply with 2007 HTSUS	N/A
Tariff Shift Rules Updated to Comply with 2012 HTSUS	N/A
Chemical Reaction and Related Rules of Origin	No
Special Origination Rules	Qualifying Industrial Zones (QIZs) (Gaza, West Bank, parts of Jordan and Egypt); GN 3(a)(v)
Drawback Restrictions	No
Repair & Alteration Provision	No
Documentation required in the importer's possession at the time of claim	ILFTA: None QIZ: No, "Declaration" with listed elements upon request by CBP; GN 3(a)(v)(F)(2)



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VALUE	
Regional Value Content (RVC) Citations	19 USC 2112 (note), Sec. 9 (QIZ), Sec. 402 (ILFTA); Agreement Annex 3
Regional Value Content (RVC) Calculation Methods and Most Common Thresholds	Israeli materials + direct cost of processing must at least equal 35% of appraised value (up to 15% US content)
Special Regimen for Automotive Goods	No
De Minimis Provision	No
De Minimis and Sets, Non-Textile	No
INVENTORY MANAGEMENT METHODS	
Fungible Goods & Materials	No
CLAIMS & DETERMINATIONS	
Post-Importation Claims	Post Entry Amendment (PEA) or Post Summary Correction (PSC)
Reconciliation Claims	No
Determinations Communicated to Exporter	Yes, if correspondence with exporter
Pattern of Conduct Clause	No

