



**DIRECTORATE GENERAL OF  
CUSTOMS AND EXCISE**

# **PCA AND CUSTOMS REGIMES AND PROCEDURES**



# PCA and Customs Regimes and Procedures

The Customs auditors should use systems-based audit techniques to assess the effectiveness of the process and identify the risks and weaknesses in the internal controls, which are relevant to the regime in question.





# Audit Regimes and Procedures



## List of Auditable Regimes and Procedures

- Customs valuation
- Preferential origin
- Tariff classification
- Customs warehousing
- Inward processing procedure
- Outward processing procedure
- Temporary importation
- Dual-use goods
- End-use
- Processing under Customs control





# Other Procedures

## ***Country of origin***

The requirement to conduct verification of originating status is with the issuing authority in the claimed Country of origin. Customs officials in the importing country should use risk-based criteria to decide which consignments will be selected for verification.



## ***Tariff Classification***

The assurance in this area can be gained from audit activity at the trader's premises where supporting evidence can be examined e.g. specifications; data sheet; physical sample and classification processes.



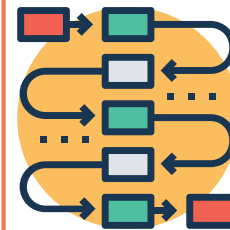
## ***Customs Warehousing***

Risks to compliance from this regime can be found in trader's system. PCA at trader's premises will give assurance to Customs.




## ***Inward and Outward Processing***

When seeking assurance in this area, PCA is an effective method, since a trader's systems and accounts will contain relevant information for an auditor.





# Key Points



Audits help traders to **improve their Customs-related processes** so they become increasingly responsible for their own compliance.

A Customs auditor **must always ensure** that he/she first acquires an overview and knowledge of the business systems before undertaking regime-specific questioning.



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**THANK YOU**

**Directorate General of Customs and Excise  
Ministry of Finance of Republic of Indonesia**