other federal, state, or local laws or regulations? If so, how? Provide any evidence that supports your position. With reference to the asserted conflicts, should the Rule be modified? If so, why, and how? If not, why not?

### IX. Comment Submissions

You can file a comment online or on paper. For the FTC to consider your comment, we must receive it on or before September 3, 2020. Write "Energy Market Manipulation Rule, 16 CFR part 317, Project No. P082900)" on your comment. Because of the public health emergency in response to the COVID-19 outbreak and the agency's heightened security screening, postal mail addressed to the Commission will be subject to delay. We strongly encourage you to submit your comment online through the https:// www.regulations.gov website. To ensure the Commission considers your online comment, please follow the instructions on the web-based form provided by regulations.gov. Your comment, including your name and your state, will be placed on the public record of this proceeding, including the https:// www.regulations.gov website.

If you file your comment on paper, write "Energy Market Manipulation Rule, 16 CFR part 317, Project No. P082900" on your comment and on the envelope, and mail it to the following address: Federal Trade Commission, Office of the Secretary, 600 Pennsylvania Avenue NW, Suite CC-5610 (Annex J), Washington, DC 20580, or deliver your comment to the following address: Federal Trade Commission, Office of the Secretary, Constitution Center, 400 7th Street SW, 5th Floor, Suite 5610 (Annex J), Washington, DC 20024. If possible, please submit your paper comment to the Commission by courier or overnight service.

Because your comment will be placed on the publicly accessible website at www.regulations.gov, you are solely responsible for making sure that your comment does not include any sensitive or confidential information. In particular, your comment should not include any sensitive personal information, such as your or anyone else's Social Security number; date of birth; driver's license number or other state identification number, or foreign country equivalent; passport number; financial account number; or credit or debit card number. You are also solely responsible for making sure that your comment does not include any sensitive health information, such as medical records or other individually identifiable health information. In

addition, your comment should not include any "trade secret or any commercial or financial information which . . . is privileged or confidential"—as provided by Section 6(f) of the FTC Act, 15 U.S.C. 46(f), and FTC Rule 4.10(a)(2), 16 CFR 4.10(a)(2)—including in particular competitively sensitive information such as costs, sales statistics, inventories, formulas, patterns, devices, manufacturing processes, or customer names.

Comments containing material for which confidential treatment is requested must be filed in paper form, must be clearly labeled "Confidential," and must comply with FTC Rule 4.9(c). In particular, the written request for confidential treatment that accompanies the comment must include the factual and legal basis for the request, and must identify the specific portions of the comment to be withheld from the public record. See FTC Rule 4.9(c). Your comment will be kept confidential only if the General Counsel grants your request in accordance with the law and the public interest. Once your comment has been posted publicly at https:// www.regulations.gov-as legally required by FTC Rule 4.9(b)—we cannot redact or remove your comment unless you submit a confidentiality request that meets the requirements for such treatment under FTC Rule 4.9(c), and the General Counsel grants that request.

Visit the FTC website to read this request for comment and the news release describing it. The FTC Act and other laws that the Commission administers permit the collection of public comments to consider and use in this proceeding as appropriate. The Commission will consider all timely and responsive public comments that it receives on or before September 3, 2020. For information on the Commission's privacy policy, including routine uses permitted by the Privacy Act, see <a href="https://www.ftc.gov/site-information/privacy-policy">https://www.ftc.gov/site-information/privacy-policy</a>.

By direction of the Commission.

### April J. Tabor,

Acting Secretary.

[FR Doc. 2020-10988 Filed 6-4-20; 8:45 am]

BILLING CODE 6750-01-P

## DEPARTMENT OF HOMELAND SECURITY

**U.S. Customs and Border Protection** 

19 CFR Parts 24 and 111

[Docket No. USCBP-2020-0010]

RIN 1515-AE43

## **Elimination of Customs Broker District Permit Fee**

**AGENCY:** U.S. Customs and Border Protection, DHS; Department of the Treasury.

**ACTION:** Notice of proposed rulemaking.

**SUMMARY:** This document proposes to amend the U.S. Customs and Border Protection (CBP) regulations to eliminate customs broker district permit fees. Concurrently with this document, CBP is publishing a notice of proposed rulemaking to, among other things, eliminate customs broker districts (see "Modernization of the Customs Brokers Regulations" RIN 1651-AB16). Specifically, CBP proposes to transition all brokers to national permits and to expand the scope of the national permit authority to allow national permit holders to conduct any type of customs business throughout the customs territory of the United States. By transitioning to a national permit, CBP also proposes to eliminate the requirements for brokers to maintain district permits. As a result, CBP proposes the conforming amendments discussed in this document to eliminate customs broker district permit fees.

**DATES:** Comments must be received on or before August 4, 2020.

**ADDRESSES:** You may submit comments, identified by *docket number*, by *one* of the following methods:

- Federal eRulemaking Portal at http://www.regulations.gov. Follow the instructions for submitting comments via Docket No. USCBP-2020-0010.
- *Mail:* Trade and Commercial Regulations Branch, Regulations and Rulings, Office of Trade, U.S. Customs and Border Protection, 90 K Street NE, 10th Floor, Washington, DC 20229– 1177.

Instructions: All submissions received must include the agency name and docket number for this rulemaking. All comments received will be posted without change to http://www.regulations.gov, including any personal information provided. For detailed instructions on submitting comments and additional information on the rulemaking process, see the "Public Participation" heading of the

**SUPPLEMENTARY INFORMATION** section of this document.

Docket: For access to the docket to read background documents or comments received, go to http://www.regulations.gov. Submitted comments may be inspected during regular business days between the hours of 9 a.m. and 4:30 p.m. at the Trade and Commercial Regulations Branch, Regulations and Rulings, Office of Trade, U.S. Customs and Border Protection, 90 K Street NE, 10th Floor, Washington, DC. Arrangements to inspect submitted comments should be made in advance by calling Ms. Cammy Canedo at (202) 325–0439.

### FOR FURTHER INFORMATION CONTACT:

Melba Hubbard, Chief, Broker Management Branch, (202) 863–6986, melba.hubbard@cbp.dhs.gov.

#### SUPPLEMENTARY INFORMATION:

### **Public Participation**

Interested persons are invited to participate in this rulemaking by submitting written data, views, or arguments on all aspects of this proposed rule. U.S. Customs and Border Protection (CBP) also invites comments that relate to the economic, environmental, or federalism effects that might result from this regulatory change. Comments that will provide the most assistance to CBP will reference a specific portion of the rule, explain the reason for any recommended change, and include data, information or authority that support such recommended change.

### Background

Section 641 of the Tariff Act of 1930, as amended (19 U.S.C. 1641), provides that individuals and business entities must hold a valid customs broker's license and permit to transact customs business on behalf of others. The statute also sets forth standards for the issuance of broker licenses and permits; provides for disciplinary action against brokers in the form of suspension or revocation of such licenses and permits or assessment of monetary penalties; and provides for the assessment of monetary penalties against other persons for conducting customs business without the required broker's license. Section 641 authorizes the Secretary of the Treasury to prescribe rules and regulations relating to the customs business of brokers as may be necessary to protect the public and the revenue of the United States and to carry out the provisions of section 641.

The regulations issued under the authority of section 641 are set forth in Part 111 of title 19 of the Code of Federal Regulations (CFR) (19 CFR part 111) and provide for, among other things, fee payment requirements applicable to brokers under section 641 and 19 U.S.C. 58c(a)(7).

The current customs brokers regulations are based on a district system in which ports within a district handle entry, entry summary, and post-summary activity and for which a broker district permit is required.

### **Discussion of Proposed Amendments**

In a concurrent notice of proposed rulemaking, published elsewhere in this issue of the Federal Register (see "Modernization of the Customs Brokers Regulations" RIN 1651-AB16), CBP proposes to amend the CBP regulations by modernizing the customs brokers regulations to coincide with the development of CBP trade initiatives including the Automated Commercial Environment (ACE) and the Centers of Excellence and Expertise (Centers). Specifically, CBP is proposing to transition all brokers to national permits and to expand the scope of the national permit authority to allow national permit holders to conduct any type of customs business throughout the customs territory of the United States. To accomplish this, CBP proposes to eliminate broker districts and district permits, which also eliminates the need for district permit waivers and for brokers to maintain district offices. This document proposes conforming amendments to Parts 24 and 111 to eliminate customs broker district permit fees.

### Part 24

Part 24 of title 19 of the CFR (19 CFR part 24) sets forth the regulations regarding customs financial and accounting procedures. Section 24.22 describes the customs Consolidated Omnibus Budget Reconciliation Act (COBRA) user fees and limitations for certain services. Specifically, paragraph (h) of section 24.22 describes the customs broker permit user fee. CBP proposes conforming amendments to sections 24.22(h) and (i)(9) to eliminate the customs broker district permit fee.

### Part 111

Elimination of District Permits

Section 111.19 provides the procedures for obtaining broker permits, responsible supervision and control requirements for permits, and review procedures for the denial of a permit. As further described in the concurrent notice of proposed rulemaking, published elsewhere in this issue of the **Federal Register**, CBP is proposing to

eliminate district permits and move to a national permit-only system (see "Modernization of the Customs Brokers Regulations" RIN 1651–AB16).

Section 111.19(c) describes permit fees. As CBP is proposing to eliminate district permits in a concurrent notice of proposed rulemaking, this document proposes conforming amendments to this section by eliminating fees for district permits. In addition, CBP proposes removing the specific permit application and permit user fee amounts and replacing the numerical figures with a reference to the relevant fee provision in sections 111.96(b) and (c). The proposed changes to section 111.96(b) can be found in the concurrent notice of proposed rulemaking.

Elimination of District Permit Fees

Section 111.96 describes fees required throughout part 111. Paragraph (c) of section 111.96 describes the permit user fee. To reflect the proposed elimination of district permits, CBP proposes to eliminate the customs broker district permit fee. CBP also proposes to specify that the user fee is for national permits issued under section 111.19(a).

As discussed in the concurrent proposal "Modernization of the Customs Brokers Regulations" RIN 1651-AB16, CBP published an interim final rule that transferred certain trade functions from the port director to the Center director. Similarly, certain broker management functions previously performed by the port director will be transferred to the Centers as part of this proposed rule. CBP proposes to revise the last sentence of paragraph (c) by splitting it into two sentences, with the second sentence providing that the director of the designated Center will notify the broker in writing of the failure to pay and the revocation of the permit.

### **Other Conforming Amendments**

The authority for part 111 currently provides a specific authority citation for section 111.3. When the text of section 111.3 was transferred to section 111.2 in a final rule published in the Federal Register (65 FR 13880) on March 15, 2000, CBP inadvertently did not revise the specific authority citation for either section. CBP proposes to correct this by revising the specific authority citation for section 111.2 by adding that this section is also issued under 19 U.S.C. 1484 and 4798, and by removing the specific authority citation for section 111.3. An identical amendment is proposed in the concurrent document, "Modernization of the Customs Brokers Regulations" RIN 1651-AB16.

### Executive Orders 13563, 12866, and 13771

Executive Orders 13563 and 12866 direct agencies to assess the costs and benefits of available regulatory alternatives and, if regulation is necessary, to select regulatory approaches that maximize net benefits (including potential economic, environmental, public health and safety effects, distributive impacts, and equity). Executive Order 13563 emphasizes the importance of quantifying both costs and benefits, of reducing costs, of harmonizing rules, and of promoting flexibility. Executive Order 13771 ("Reducing Regulation and Controlling Regulatory Costs'') directs agencies to reduce regulation and control regulatory costs and provides that "for every one new regulation issued, at least two prior regulations be identified for elimination, and that the cost of planned regulations be prudently managed and controlled through a budgeting process."

This rule is not a "significant regulatory action," under section 3(f) of Executive Order 12866. Accordingly, OMB has not reviewed this regulation. As this rule is not a significant regulatory action, this rule is exempt from the requirements of Executive Order 13771. See OMB's Memorandum titled "Guidance Implementing Executive Order 13771, Titled 'Reducing Regulation and Controlling Regulatory Costs''' (April 5, 2017). However, this rule is considered a deregulatory action under Executive Order 13771 and the estimated annualized savings to the public are \$481,089. CBP has prepared the following analysis to help inform stakeholders of the impacts of this proposed rule.

### 1. Need and Purpose of Rule

The current customs brokers regulations are based on the district system in which entry, entry summary, and post-summary activity are all handled by the ports within a permit district. In the rule published concurrently (RIN 1651–AB16) with this proposed rule, CBP proposes to modernize the regulations governing customs brokers to better reflect the current work environment and streamline the customs broker permitting process to save money.

### 2. Background

The customs territory of the United States is divided into seven customs regions. Within each region, the customs territory of the United States is further divided into districts; there are currently 40 customs districts.1 Currently, a district permit is required for each district in which a customs broker intends to conduct customs business. Each district permit requires a one-time permit fee of \$100 and an annual user fee of \$141.70. A customs broker has the option of receiving his/ her first district permit concurrently with the receipt of the customs broker license in which case the \$100 permit fee is waived. In an effort to modernize the permitting process for customs brokers, the proposed rule published concurrently in the FR (RIN 1651-AB16) will eliminate the district permitting process and automatically grant each district permit holder a national permit.

## 3. Proposed Rule Amendments: Costs and Benefits

Concurrently with this document, CBP is publishing a notice of proposed rulemaking that eliminates customs broker districts (see "Modernization of the Customs Brokers Regulations" RIN

1651-AB16). CBP proposes to transition all brokers to national permits and to expand the scope of the national permit authority to allow national permit holders to conduct any type of customs business throughout the customs territory of the United States. By transitioning to a national permit, CBP proposes to eliminate the requirements for brokers to maintain district permits and pay the annual user fee. Consequently CBP proposes to eliminate customs broker district permit annual user fees. CBP has prepared the following analysis to help inform stakeholders of the impacts of this proposed rule.

### 3.1 Permit User Fee

Currently, the payment of an annual permit user fee of \$141.70 is required for each permit that is granted to an individual, partnership, association, or corporate broker. The permit user fee is payable for each district and/or national permit a customs broker has, including when a district permit is issued concurrently with the broker's license. As a result of the concurrent CBP rule, district permits will be eliminated and customs brokers will only need to pay an annual user fee on a single national permit.<sup>2</sup>

According to data from CBP's Broker Management Branch, as of January 2017 there were 2,093 ³ brokers holding one or more district permits ⁴ that have 3,067 active district permits. This is an average of approximately 1.5 district permits per customs broker permit holder. Using this figure we can now project how many district permits brokers who currently hold at least one permit, would have had over the period of the analysis, from 2017 through 2021 under the baseline condition (*i.e.*, if this rule is not promulgated). This is shown in Exhibit 1 below.

FXHIRIT 1	—PROJECTION	OF NEW	INDIVIDUAL A	AND (	CORPORATE PERMITS
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Year	New individual licenses issued	New individual permits	New corporate licenses issues	New corporate permits
2017	762 839 922 1,015	1,143 1,258 1,384 1,522	97 106 115 126	146 159 173 188
2021	1,116	1,674	137	205

<sup>&</sup>lt;sup>1</sup> In addition to the 40 geographically defined customs districts, there are three special districts that are responsible for specific types of imported merchandise. These special districts include districts 60, 70 and 80. District 60 refers to entries made by vessels under their own power. District 70 refers to shipments with a value under \$800. District 80 refers to mail shipments. These three special districts do not require the use of a licensed

year they received their license and is inclusive of the 1,258 brokers that hold at least one district permit concurrently with a national permit.

broker with a specific district permit and as a result are not affected by this proposal.

<sup>&</sup>lt;sup>2</sup> The reduction of the fee revenue will result in less funds available for CBP operations, but this is offset by the reduction in costs to process the permits. Thus, there is no net effect to CBP in reducing this revenue.

<sup>&</sup>lt;sup>3</sup> This figure represents all current licensed brokers that are permit holders, regardless of what

 $<sup>^4</sup>$  Note that 11,531 brokers (13,624 active broker licenses -2,093 customs broker permit holders) do not have any permits at all, and as a result, will not be affected by the permitting changes of this rule.

EXHIBIT 1—PROJECTION OF NEW INDIVIDUAL AND CORPORATE PERMITS—Continued

Year	New individual licenses issued	New individual permits	New corporate licenses issues	New corporate permits
Total	4,654	6,981	581	871

Note: Values may not sum to total due to rounding.

Absent this rule, there would be 4,654 new individual licenses and 581 new corporate licenses issued for a total of 5,235 licenses (see Exhibit 1). Using the aforementioned ratio of district permits to customs broker permit holders of 1.5 district permits to 1 customs broker permit holder, these 5,235 broker licenses would result in 7,853 district permits. According to CBP's Broker Management Branch, in addition to the 7,853 district permits that would be

granted over the period of analysis, approximately 150 national permits are issued annually. This means that over the period of analysis from 2017 through 2021, 750 national permits will be granted to customs brokers in addition to the 7,853 district permits for a total of 8,603 permits. Absent this rule, these 8,603 permits would result in permit user fee charges of \$1,219,045 (8,603 total permits \* \$141.70 annual permit user fee) over the period of the

analysis. With this rule in place, the 5,235 total brokers would only receive a single national permit each for a total of 5,235 permits. This would result in permit user fee charges over the period of analysis of \$741,800 (5,235 national permits \* \$141.70 annual permit user fee). This represents total savings to new customs brokers of \$477,245 (\$1,219,045 – \$741,800) over the period of analysis. Please see Exhibit 2, below, for the estimated annual cost savings.

EXHIBIT 2—COST SAVINGS FROM THE PERMIT USER FEE FOR NEW LICENSES [\$2016]

Year	New licenses issued	New district permits	New national permits	Total permits	Savings as a result of this proposed rule
2017	859 945 1,037 1,141 1,253	1,289 1,418 1,556 1,712 1,880	150 150 150 150 150	1,439 1,568 1,706 1,862 2,030	\$82,186 88,279 94,797 102,166 110,101
Total	5,235	7,853	750	8,603	477,245

Note: Values may not sum to total due to rounding.

Current brokers that have more than one permit will also benefit from this rule. According to CBP's Broker Management Branch, as of January 2017 there were 1,319 brokers that either have more than one district permit or a combination of at least one district permit and a national permit. These 1,319 brokers currently hold a total of 3,613 permits which results in a ratio of 2.73 permits per broker (some of the existing brokers hold significantly more than the average of 1.5 permits per customs broker permit holder). Absent

this rule, these permits would result in an annual permit user fee charge in 2017 of \$511,962 (3,613 permits \* \$141.70 annual permit user fee) or \$2,559,810 over the period of analysis from 2017 through 2021. As a result of this rule, the 1,319 brokers would only need to hold a single national permit for a total of 1,319 permits. This would result in an annual permit user fee charge in 2017 of \$186,902 (1,319 national permits \* \$141.70 annual permit user fee) or \$934,510 over the period of analysis. This represents an

annual savings in 2017 of \$325,060 (\$511,962 – \$186,902) or \$1,956,192 over the period of analysis to customs brokers who currently hold more than one permit. This also represents a decrease in the transfer payment from customs brokers to the government of \$1,956,192 over the period of analysis from 2017 through 2021. Please see Exhibit 3, below, for the estimated annual cost savings for existing license holders.

EXHIBIT 3—COST SAVINGS FROM THE PERMIT USER FEE FOR EXISTING LICENSES OVER PERIOD OF ANALYSIS [\$2016]

Year	Existing licenses <sup>5</sup>	Number of permits absent rule	Number of permits with rule	Cost absent rule (\$)	Cost with rule (\$)	Annual cost savings over period of analysis (\$)
2017	1,319	3,613	1,319	511,962	186,902	325,060
2018	1,444	3,943	1,444	558,716	204,658	354,058
2019	1,582	4,318	1,582	611,794	224,101	387,694

<sup>&</sup>lt;sup>5</sup> A growth rate of 9.5 percent was used to project the number of existing licenses over the period of analysis. The 9.5 percent figure is the average of the

ten (10) percent calculated average growth rate for individual licenses and the nine (9) percent

calculated average growth rate for corporate licenses that was used in the analysis.

### EXHIBIT 3—COST SAVINGS FROM THE PERMIT USER FEE FOR EXISTING LICENSES OVER PERIOD OF ANALYSIS— Continued [\$2016]

Year	Existing licenses 5	Number of permits absent rule	Number of permits with rule	Cost absent rule (\$)	Cost with rule (\$)	Annual cost savings over period of analysis (\$)
2020 2021	1,732 1,896	4,728 5,177	1,732 1,896	669,915 733,557	245,390 268,702	424,525 464,855
Total				3,085,945	1,129,753	1,956,192

Note: Values may not sum to total due to rounding.

### 3.2 Total Costs

The elimination of the annual user fee for district permits does not result in any costs to brokers, but as noted above the rule yields the aforementioned cost savings.

### 3.3 Total Benefits

The total annual monetized cost savings for customs brokers are the result of monetary savings from switching from a district permitting system to a national permitting system. Specifically, the cost savings are the result of the payment of the annual permit user fee for only a single national permit instead of for each of the potentially several district permits a broker holds. As shown in Exhibit 4

below, total savings over the period of analysis are approximately \$2.4 million dollars.

## EXHIBIT 4—TOTAL ANNUAL UNDISCOUNTED SAVINGS FOR BROKERS (\$2016), 2017–2021

Year	Total savings
2017 2018	\$407,246 442,337
2019	482,491 526.691
2021	574,956
Total	2,433,721

**Note:** Values may not sum to total due to rounding.

Exhibit 5 shows the total and annualized savings over the period of analysis (2017–2021) at a three (3) and seven (7) percent discount rate, per guidance provided in OMB Circular A–4. Total benefits range from approximately \$2.1 to \$2.3 million over the period of analysis. Annualized benefits are approximately \$480,000.

EXHIBIT 5—TOTAL PRESENT VALUE AND ANNUALIZED BENEFITS, FROM 2017–2021 [\$2016]

Total present	value benefits	Annualized benefits		
3%	7%	3%	7%	
\$2,284,331	\$2,110,639	\$484,266	\$481,089	

### 3.4 Net Benefits

Exhibit 6 summarizes the monetized costs and benefits of this rule to individual and business entity customs brokers. As shown, the total monetized present value net benefit of this rule

over a 5-year period of analysis from 2017–2021 ranges from approximately \$2.3 to \$2.4 million and the annualized net benefit is approximately \$500,000. In 2017, we estimate that 859 brokers will receive their broker licenses (762

individual licenses plus 97 corporate licenses). The adoption of this rule will result in an average annual net benefit per broker in 2017 of \$560 (\$481,089 annualized net benefit/859 total new brokers for 2017).

EXHIBIT 6—PRESENT VALUE AND ANNUALIZED NET BENEFIT OF RULE (\$2016), 2017–2021

	3% Discount rate		7% Discount rate	
	Present value	Annualized	Present value	Annualized
Total Cost	\$0 2,284,331	\$0 484.266	\$0 2,110,639	\$0 481.089
Total Net Benefit	2,284,331	484,266	2,110,639	481,089

### 4. Regulatory Flexibility Act

The Regulatory Flexibility Act (5 U.S.C. 601 *et seq.*), as amended by the Small Business Regulatory Enforcement

and Fairness Act of 1996, requires agencies to assess the impact of regulations on small entities. A small entity may be a small business (defined as any independently owned and operated business not dominant in its field that qualifies as a small business per the Small Business Act); a small notfor-profit organization; or a small governmental jurisdiction (locality with fewer than 50,000 people).

The proposed rule will apply to all customs brokers, regardless of size. Accordingly, the proposed rule will affect a substantial number of small entities. However, as stated above in the Executive Orders 13563, 12866, and 13771 section, the proposed rule will result in an average savings per customs broker of a discounted present value of \$560. Since brokers, on average, will benefit as a result of this rule, and the savings are relatively small on a per broker basis, it will not have a significant impact on customs brokers. Accordingly, CBP certifies that this rule does not have a significant impact on a substantial number of small entities.

### 5. Paperwork Reduction Act

In accordance with the Paperwork Reduction Act of 1995 (Pub. L. 104-13, 44 U.S.C. 3507) an agency may not conduct, and a person is not required to respond to, a collection of information unless the collection of information displays a valid control number assigned by OMB. The collections of information contained in these regulations are provided for by OMB control number 1651-0034 (CBP Regulations Pertaining to Customs Brokers) and by OMB control number 1651-0076 (Recordkeeping Requirements). This rule does not change the burden under these information collections.

### **Signing Authority**

This regulation is being issued in accordance with 19 CFR 0.1(a)(1) pertaining to the Secretary of the Treasury's authority (or that of his delegate) to approve regulations related to certain customs revenue functions.

### List of Subjects

19 CFR Part 24

Accounting, Claims, Customs duties and inspection, Harbors, Reporting and recordkeeping requirements, Taxes.

19 CFR Part 111

Administrative practice and procedure, Brokers, Customs duties and inspection, Penalties, Reporting and recordkeeping requirements.

## Proposed Amendments to the CBP Regulations

For the reasons set forth in the preamble, parts 24 and 111 of title 19 of the Code of Federal Regulations (19 CFR parts 24 and 111) are proposed to be amended as set forth below.

## PART 24—CUSTOMS FINANCIAL AND ACCOUNTING PROCEDURE

■ 1. The general authority citation for part 24 continues to read as follows:

Authority: 5 U.S.C. 301; 19 U.S.C. 58a—58c, 66, 1202 (General Note 3(i), Harmonized Tariff Schedule of the United States), 1505, 1520, 1624; 26 U.S.C. 4461, 4462; 31 U.S.C. 3717, 9701; Pub. L. 107—296, 116 Stat. 2135 (6 U.S.C. 1 et seq.).

\* \* \* \* \*

### § 24.22 [Amended]

- 2. In § 24.22:
- a. Paragraph (h) is amended by:
- i. Removing the phrase "each district permit and for" in the first sentence;
- ii. Removing the second sentence; and
- iii. Removing the word "port" from the third sentence and adding in its place the words "designated Center"; and
- b. Paragraph (i)(9) is amended by removing the phrase ": for district permits, class code 497;" from the first sentence.

### PART 111—CUSTOMS BROKERS

■ 3. The authority citation for part 111 is revised to read as follows:

Authority: 19 U.S.C. 66, 1202 (General Note 3(i), Harmonized Tariff Schedule of the United States), 1624; 1641.

Section 111.2 also issued under 19 U.S.C. 1484, 1498;

Section 111.96 also issued under 19 U.S.C. 58c, 31 U.S.C. 9701.

■ 4. In § 111.19, revise the section heading and paragraph (c) to read as follows:

### § 111.19 National permit.

\* \* \* \* \*

(c) Fees. A national permit issued under paragraph (a) of this section is subject to the permit application fee specified in § 111.96(b) and to the customs user permit fee specified in

## §111.96 (c). The fees must be paid at the designated Center (see § 111.1) or online with the submission of the permit application.

■ 5. In § 111.96, paragraph (c) is revised to read as follows:

### §111.96 Fees.

\*

\* \* \* \* \*

(c) Permit user fee. Payment of an annual permit user fee defined in § 24.22(h) of this chapter is required for a national permit granted to an individual, partnership, association, or corporate broker. The permit user fee is payable with the filing of an application for a national permit under § 111.19(b), and for each subsequent calendar year at

the designated Center referred to in § 111.19(b). The permit user fee must be paid by the due date as published annually in the Federal Register, and must be remitted in accordance with the procedures set forth in § 24.22(i) of this chapter. When a broker submits an application for a national permit under § 111.19(b), the full permit user fee must be remitted with the application, regardless of the point during the calendar year at which the application is submitted. If a broker fails to pay the annual permit user fee by the published due date, the permit is revoked by operation of law. The director of the designated Center will notify the broker in writing of the failure to pay and the revocation of the permit.

Approved: March 3, 2020.

### Timothy E. Skud,

Deputy Assistant Secretary, Department of the Treasury.

### Mark A. Morgan,

Acting Commissioner, U.S. Customs and Border Protection.

[FR Doc. 2020-04708 Filed 6-4-20; 8:45 am]

BILLING CODE 9111-14-P

### **DEPARTMENT OF EDUCATION**

### 34 CFR Chapter III

[Docket ID ED-2020-OSERS-0015]

# Proposed Requirements—The Individuals With Disabilities Education Act (IDEA) Paperwork Reduction Waivers

**AGENCY:** Office of Special Education and Rehabilitative Services, Department of Education.

**ACTION:** Proposed requirements and definition.

**SUMMARY:** The Department of Education (Department) proposes requirements and a definition for waivers under section 609 of the Individuals with Disabilities Education Act (IDEA). The Department may select as many as 15 States to receive waivers of statutory requirements of, or regulatory requirements relating to, IDEA Part B, for a period of time not to exceed 4 years, to reduce excessive paperwork and noninstructional time burdens that do not assist in improving educational and functional results for children with disabilities. The purpose of these waivers is to increase the time and resources available for instruction and other activities aimed at improving educational and functional results for children with disabilities. Statutory requirements of, or regulatory