



HM Government
UK TRANSITION

UK'S NEW START LET'S GET GOING

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- ✓ Check
- ✓ Change
- ✓ Go

Electronics and machinery businesses need to take action

The UK has left the EU and the transition period will end on 31 December. As we transition to our new relationship with the EU, we all need to take action to prepare.

From 1 January 2021, there will be a series of guaranteed changes and opportunities for businesses.

Many of these changes will be required regardless of the agreement we reach with the EU on our future trade relationship, as the UK will be leaving the single market and customs union. You can be confident that your preparations for these changes will not be wasted.

You need to check what will change for your business from 1 January 2021 and take action now, to ensure you are not at risk.

We have put together a list of actions that are relevant to your sector to help you to start identifying what your business needs to do. We have provided a summary for each action, explaining why your business needs to act and where you can find further information.

These actions have been categorised into separate themes to help you decide which actions are relevant to your business.

There may be more actions that are relevant to your business. You should visit [gov.uk/transition](https://www.gov.uk/transition) and use the simple checker tool to find out if your business needs to take any further actions.

Importing and Exporting

- ✓ Make sure you have a GB EORI number
- ✓ See if your imported goods are eligible for staged controls
- ✓ Check the Controlled goods list to see if you need to complete declarations from January
- ✓ Decide how you're going to make customs declarations
- ✓ Check if Import VAT is due at the border
- ✓ Decide how you will account for import VAT when you make a customs declaration

Selling your goods

- ✓ Use gov.uk to identify how your business can be ready to sell certain goods in the UK and EU

Trading with the EU

- ✓ Apply for an export licence to export dual-use items to the EU and Channel Islands
- ✓ Use the 'Check How to Export Goods' tool on gov.uk to look up information on overseas tariffs, rules and border formalities for trading your goods worldwide
- ✓ Use the new UK Global Tariff schedule to check what tariff will be payable on goods entering the UK from 1 January 2021
- ✓ Check changes to trading with developing countries currently benefitting from the EU Generalised Scheme of Preferences
- ✓ Use GOV.UK guidance to understand changes to trading with non-EU countries from 1 January 2021. Check if the UK has negotiated a trade agreement with the country you will be trading with

Chemicals Regulations

- ✓ Comply with UK REACH to trade chemicals in the UK

Northern Ireland Protocol

- ✓ Follow NI specific rules for trading between GB and Northern Ireland

Data

- ✓ Be prepared on data protection and data transfers
- ✓ Replace .eu top level domain names
- ✓ If you provide online services to countries in the EEA, check if rules in those countries newly apply

Workforce

- ✓ Signpost your employees to the EU Settlement Scheme
- ✓ Comply with the new immigration policies for recruiting from overseas
- ✓ Check if a visa or work permit is required to travel to the EU for work purposes and apply if necessary

Importing and Exporting

The process for importing and exporting goods from the EU will change. Businesses in Great Britain need to complete the following actions to continue importing and exporting with EU countries from 1 January 2021.

- ✓ **Make sure you have a GB EORI number**

You will need a unique trader reference number, called an Economic Operator Registration and Identification (EORI) number, to complete customs declarations from 1 January 2021. If you do not yet have one, you can register for free by going to www.gov.uk/eori.

- ✓ **See if your imported goods are eligible for staged controls**

If you import non-controlled goods into Great Britain from the EU, you may be able to defer import declarations until 1 July 2021. Most traders with a good compliance record will be eligible. More information is available at: <https://www.gov.uk/guidance/using-simplified-declarations-for-imports>.

- ✓ **Check the Controlled goods list to see if you need to complete declarations from January.**

If you're importing and exporting goods that are categorised as 'controlled' you'll need to submit declarations from 1 January 2021. To check if your imported goods are on the Controlled goods list, go to <https://www.gov.uk/guidance/list-of-goods-imported-into-great-britain-from-the-eu-that-are-controlled>.

- ✓ **Decide how you're going to make customs declarations**

Most businesses choose to hire a person or business to help with importing and exporting, such as a customs agent, freight forwarder or express operator. They can help you with declarations and ensure you're providing the necessary information. For more information, go to <https://www.gov.uk/guidance/appoint-someone-to-deal-with-customs-on-your-behalf>.

✓ **Check if Import VAT is due at the border**

If you import any goods from the EU into Great Britain, you may need to pay Import VAT from 1 January 2021. Import VAT will not be due at the border if goods in a consignment are worth less than £135. The only exception to this is consignments containing excise goods, where Import VAT (along with Excise and Customs duties where applicable) will be due at the border. For more information, go to <https://www.gov.uk/government/publications/changes-to-vat-treatment-of-overseas-goods-sold-to-customers-from-1-january-2021>.

✓ **Decide how you will account for import VAT when you make a customs declaration**

If your business is VAT-registered, from 1 January 2021 you'll be able to use postponed VAT accounting to account for Import VAT, for goods imported into the UK from anywhere in the world. This means you can account for VAT on goods imported through your VAT Return. For more information, go to www.gov.uk/guidance/check-when-you-can-account-for-import-vat-on-your-vat-return.

Other useful links:

- **How to import and export goods between Great Britain and the EU from 1 January 2021:** www.gov.uk/government/publications/how-to-import-and-export-goods-between-great-britain-and-the-eu-from-1-january-2021.

Selling your goods

- ✓ **Use gov.uk to identify how your business can be ready to sell certain goods in the UK and EU**

From the 1 January 2021 the essential requirements and standards that can be used to demonstrate compliance will be the same as they are now. However, there may be other changes you need to make. These are:

- **Check which regulations apply to your product** – to determine what steps you or others in your supply chain need to take, identify what EU regulations are relevant to you.
- **Check if you need a new product approval and begin the process as soon as possible** – if your product requires third-party approval, you may need a new approval especially if you sell in both UK and EU. Subject to negotiations, from 1 January 2021 the EU will stop recognising UK approvals.
- **Check if you need to appoint a new authorised representative to act on your behalf** – UK based individuals and legal entities will no longer count as established in the EU, and vice-versa. You may need to appoint someone to undertake certain tasks in the EU or UK.
- **Speak to your supply chains / distributors and understand new legal duties** – make sure your suppliers/distributors/customers understand the actions they need to take. If you distribute EU goods, or have your goods distributed by someone in the EU, you may acquire new legal duties.
- **Consider what marking / labelling changes apply to your product** – you may need to make changes to the information or regulatory markings that appear on your product, for example to reflect changes to product approvals or new representatives you appoint in the EU.

More information is available at: www.gov.uk/transition.

Trading with the EU

After 31 December 2020, EU trade agreements will not apply to the UK. The UK is seeking to reproduce the effects of existing EU agreements for when they no longer apply to the UK. This will ensure continuity of trading arrangements for UK businesses. This means businesses will have to take action.

- ✓ **Apply for an export licence to export dual-use items to the EU and Channel Islands**

From January 2021, you will need an export licence issued by the UK to export dual-use items from Great Britain to the EU or Channel Islands. If you do not have the correct licence, your goods may be held at the border. Register now for an Open General Export Licence through SPIRE, the online export licensing system. More information is available at: <https://www.gov.uk/guidance/exporting-controlled-goods-after-eu-exit#exporting-dual-use-items>.

- ✓ **Use the 'check how to export goods tool' on gov.uk to look up information on overseas tariffs, rules and border formalities for trading your goods worldwide.**

Use the 'Check How to Export Goods' service on GOV.UK to check duties and customs procedures for exporting your goods worldwide. Failure to complete the proper documentation or follow the correct procedures may result in delays getting goods through customs as well as unexpected taxes on goods upon entry to the destination and country. From January 2021, there will be new requirements for how you export goods from the UK. Use the service at: <https://www.gov.uk/check-duties-customs-exporting>.

- ✓ **Use the new UK Global Tariff schedule to check what tariff will be payable on goods entering the UK from 1 January 2021.**

If you import goods into the UK, you should check the new UK Global Tariff schedule. From 1 January 2021, the UK Global Tariff schedule will apply to all goods imported into the UK unless an exception applies. Exceptions include goods you import from a country that has a trade agreement with the UK or from a developing country that pays less or no duty because it's part of the Generalised Scheme of Preferences. You can check the tariffs that will apply to goods you import at: <https://www.gov.uk/guidance/uk-tariffs-from-1-january-2021>.

- ✓ **Check changes to trading with developing countries currently benefitting from the EU Generalised Scheme of Preferences.**

From January 2021, the UK will have its own Generalised Scheme of Preferences. Businesses importing goods from eligible developing countries will be able to get trade preferences through the UK's new scheme. This means that you may be able to benefit from a reduction or removal of duty (tariffs) on imports from developing countries into the UK. Check the guidance at <https://www.gov.uk/guidance/trading-with-developing-nations-during-and-after-the-transition-period>.

- ✓ **Use GOV.UK guidance to understand changes to trading with non-EU countries from 1 January 2021. Check if the UK has negotiated a trade agreement with the country you will be trading with.**

Trading with countries outside the EU may change from January 2021. Find out about trade continuity agreements the UK has signed and agreements that are still under discussion at: <https://www.gov.uk/guidance/uk-trade-agreements-with-non-eu-countries>.

Other useful links:

- Check UK trade tariffs from 1 January: <https://www.gov.uk/check-tariffs-1-january-2021>.
- Search for **'UK global tariff'** on the **GOV.UK** website.
- To find out what rules of origin apply to your exports, use the new UKs Check How to Export Goods system here: <https://www.check-duties-customs-exporting-goods.service.gov.uk/selectdest>.
- Contact Us: <https://www.great.gov.uk/transition-period/contact/>.

Chemicals Regulations

UK REACH, the UK's independent chemicals regulatory framework, starts on 1 January 2021. Anyone making, selling or distributing chemicals in the UK and the EU needs to follow UK REACH and EU REACH rules. You will also need to apply for an import and export licence when trading drug precursor chemical with EU countries.

✓ **Comply with UK REACH to trade chemicals in the UK**

If you want to place new chemicals on both the EU/EEA (including Switzerland) and UK markets from 1 January 2021, you must follow both EU REACH and UK REACH rules. You must register new chemicals you want to sell on the UK market from 1 January 2021 with the Health and Safety Executive. HSE will publish detailed guidance in October. More information is available at: <https://www.gov.uk/guidance/how-to-comply-with-reach-chemical-regulations#prepare-for-1-january-2021>.

Northern Ireland Protocol

From 1 January 2021, the Northern Ireland Protocol will take effect. Businesses and individuals will be able to move goods from Northern Ireland into the rest of the United Kingdom on the same basis as now. However, the application of the Protocol will involve some changes for goods movements into Northern Ireland.

- ✓ **Follow NI specific rules for trading between GB and Northern Ireland.**

There will be some changes for goods movements into Northern Ireland from Great Britain. The new Trader Support Service is available to support businesses with these movements.

The free Trader Support Service:

- will help if you move goods between Great Britain and Northern Ireland, or bring goods into Northern Ireland from outside the UK
- will be free to use and guide you through any changes to the way goods move between Great Britain and Northern Ireland
- can complete declarations on your behalf

Processes for Northern Ireland businesses moving goods to and from the European Union (including Ireland) will not change after the Transition Period.

More information is available at: <https://www.gov.uk/guidance/trader-support-service> and <https://www.gov.uk/government/publications/moving-goods-under-the-northern-ireland-protocol>.

Data

Personal data is any information that can be used to identify a living person, including names, delivery details, IP addresses, or HR data such as payroll details. Most organisations use personal data in their daily operations. If you receive personal data from the EU for business use, you may need to take action on data protection. Additionally, if you provide online service in the EU, you will have to ensure that you are compliant with relevant requirements in each EU country you operate in.

✓ **Be prepared on data protection and data transfers.**

If you're a business or organisation that receives personal data from the EU/EEA, you may need to take action on data protection as we transition to our new relationship with the EU. Check how you can legally continue to receive personal data such as names, addresses or payroll details from organisations in the EU or EEA from 1 January 2021. You may need to update your contracts or take other steps.

A UK company that receives customer information from an EU/EEA company, such as names and addresses of customers, suppliers or partners to provide goods or services should check how they can legally keep receiving the data from 1 January 2021.

To understand more about the steps you need to take, visit:

<https://www.gov.uk/guidance/using-personal-data-after-brexit>.

A full list of EU and EEA countries is available at: <https://www.gov.uk/eu-eea>.

✓ **Replace .eu top level domain names**

If you hold a .eu domain, check if you need to replace it. From 1 January 2021, you'll no longer be able to register or renew .eu domain names if your organisation, business or undertaking is established in the UK but not in the EU/European Economic Area (EEA), or if you live outside of the EU/EEA and are not an EU/EEA citizen. Find out more at: <https://www.gov.uk/guidance/eu-domain-names-what-you-need-to-do-to-get-ready-for-brexit>.

- ✓ **If you provide online services to countries in the EEA, check if rules in those countries newly apply.**

The eCommerce Directive currently allows UK based online service providers to operate in any EEA country, while only following relevant rules in the country in which they are established. This framework will no longer apply to UK providers from 1 January 2021.

You should consider whether your services are currently in scope of the Directive, and if so, ensure that you are compliant with relevant requirements in each EEA country you operate in. Depending on the nature of your online services you may already comply with these requirements.

Find out more at: <https://www.gov.uk/guidance/e-commerce-directive-what-online-service-providers-in-the-uk-should-do-to-get-ready-for-brexit>.

Other useful links:

- **ICO Website - Data protection at the end of the transition period:** <https://ico.org.uk/for-organisations/data-protection-at-the-end-of-the-transition-period/>.
- **Legal aspects of information society services:** <https://eur-lex.europa.eu/legal-content/EN/ALL/?uri=CELEX%3A32000L0031>.

Workforce

The UK has left the EU and from 31 December 2020, free movement of people between the UK and EU will end. Currently, EU citizens have the right to move freely into the UK to live, work and study here. This will come to an end after the transition period and the UK will introduce a points-based immigration system.

The new system will change the way you hire from the EU and it is important you take the necessary steps to prepare. Anyone you want to recruit from outside the UK, excluding Irish citizens, will need to apply for permission first, and you will need to be registered as a licensed sponsor. Further information can be found below.

The new system will not apply to EU employees already working for you in the UK. EU citizens and their family members living in the UK by 31 December 2020 can apply to the EU Settlement Scheme. Similarly, EU citizens who are employed, or self-employed in the UK, but live elsewhere, otherwise known as frontier workers, will be able to keep their status if they are frontier working in the UK by 31 December 2020, but they will need to apply for a permit. Irish citizens will not need a frontier worker permit but may apply for one if they wish. Additionally, EU citizens can continue to visit the UK for up to six months without applying for a visa and may also participate in a wide range of activities, including business-related activities, such as events and conferences.

✓ **Signpost your current employees to the EU Settlement Scheme**

If you employ EU, EEA and Swiss citizens, you can signpost them to the information they need to apply to the EU Settlement Scheme, enabling them to secure their future in the UK. The deadline for applying is 30 June 2021. Find out more at:

<https://www.gov.uk/government/publications/eu-settlement-scheme-introduction-for-employers/eu-settlement-scheme-introduction-for-employers>.

✓ **Comply with the new immigration policies for recruiting from overseas**

From 1 January 2021, the UK will introduce a points-based immigration system. EU and non-EU citizens will be treated equally and will need to meet certain requirements to come to the UK to work. If you want to recruit workers from outside the UK from 1 January 2021, you will need to be a licensed sponsor. Registering as a sponsor normally takes eight weeks and fees apply. To find out more about the new system, including how to register as a sponsor, visit: <https://pbisemployers.campaign.gov.uk/>

- ✓ **Check if a visa or work permit is required to travel to the EU for work purposes and apply if necessary.**

If you travel to the EU for work purposes from 1 January 2021, you may need a visa or work permit. The country you are travelling to might also ask you to have other additional documents depending on the activity you perform. This advice may be relevant to anyone travelling to the EU for work purposes: this could include anyone working in the private, public or third sector, for example, professional and business services, manufacturing, charities, or the arts. For more information, visit: <https://www.gov.uk/visit-europe-1-january-2021>.

Other useful links:

- **Travel Advice:** <https://www.gov.uk/foreign-travel-advice>.
- **Entry Requirements for providing services and travelling for business to the EU:** <https://www.gov.uk/government/collections/providing-services-to-eea-and-efta-countries-after-eu-exit>.
- **Further Guidance on visiting Europe from 1 January 2021:** <https://www.gov.uk/visit-europe-1-january-2021/business-travel-extra-requirements>.
- **Checking passport validity:** <https://www.gov.uk/checkpassport>.
- **EU Settlement Scheme:** <https://www.gov.uk/settled-status-eu-citizens-families>.
- **Employer resources for understanding the new points-based immigration system:** <https://www.gov.uk/government/publications/uk-points-based-immigration-system-employer-information>.
- **Further guidance on frontier working in the UK:** <https://www.gov.uk/guidance/frontier-workers-in-the-uk-rights-and-status>.