



The Sixth International Seminar on Trade and Transport Facilitation  
ODESSA, May 31, 2016



# Readiness for the Implementation of the WTO Trade Facilitation Agreement and Development of Trade and Transport Corridors. Follow-ups.

TRADE FACILITATION AND DEVELOPMENT  
OF TRADE AND TRANSPORT CORRIDORS IN  
UKRAINE

TRANSPARENC

FACILITATIO

MONISATION

PARTISATION



**DECEMBER 2013 WTO "BALI PACKAGE"  
(concluded negotiations)**



**27.11.2014 - WTO TRADE FACILITATION  
AGREEMENT ADOPTED**



**14.08.2014 - NOTIFICATION OF UKRAINE  
WT / PCT CN / UKR / 1 on READINESS FOR  
CATEGORY "A"**



**30.09-02.10.2015 - CONSIDERATION AND  
ADOPTION OF THE REPORT ON THE  
ASSESSMENT OF UKRAINE'S READINESS  
TO IMPLEMENT WTO TFA.**



**04.11.2015 - RATIFICATION OF PROTOCOL TO  
AMEND MARRAKESH AGREEMENT  
ESTABLISHING THE WORLD TRADE  
ORGANIZATION**

**Summary results of the survey of the Ukraine's needs in  
external assistance to implement the TFA obligations  
(Category C)**

**Article 1: Publication and availability of information**

**3. Enquiry Points.**

**Article 4: Appeal or Review Procedures**

**Article 5: Other Measures to Enhance Impartiality, Non-  
Discrimination and Transparency**

**3. Test Procedures.**

**Article 6: Disciplines on Fees and Charges Imposed on or in  
Connection with Importation and Exportation**

**3. Penalty Disciplines.**

**Summary results of the Research on the Ukraine's needs in external assistance to implement the WTO TFA obligations (**Category C**)**

**Article 7: release and Clearance of Goods**

2. **Electronic Payment;**
3. Separation of Release from Final Determination of Customs Duties, Taxes, Fees and Charges;
4. **Risk Management;**
5. **Post-clearance Audit;**
6. **Establishment and Publication of Average Release Times;**

**Summary results of the Research on the Ukraine's needs in external assistance to implement the WTO TFA obligations (**Category C**)**

**Articles 10: Formalities Connected with Importation and Exportation and Transit**

- 1. Formalities and Documentation Requirements;**
2. Acceptance of Copies;
- 3. Use of International Standards;**
- 4. Single Window;**
5. **6. Common Border Procedures and Uniform Documentation Requirements;**
- 7. Common Border Procedures and Uniform Documentation Requirements;**

## STANDARDS AND RECOMMENDATIONS

1. The United Nations Layout Key (UNLK) Rec.1
2. United Nations Code for Trade and Transport Locations (**LOCODE (Coordinator?)**) Rec.16, Code for Modes of Transport Rec.19, Units of Measure used in International Trade Rec.20
3. UNTDED (The United Nations Trade Data Element Directory)
4. WCO Data Model
5. Core Components Library

**These are the basis to harmonize national standards, data models, etc.**

# The efficiency of Ukraine on trade facilitation: OECD Indicators and TFA articles

## Latest available data, where 2 = better implementation



■ Україна  
Ukraine

▲ КРАЇНИ З ДНС  
LMI Countries

✕ ЄВРОПА (крім ОЕСР) и Центральна Азія  
Europe (no OECD) & Central Asia  
ІНДІКАТОРИ СПТ ОЕСР - 2014  
OECD Indicators

## Extracts from the recommendations of the seminars on readiness

- Particular concerns are expressed in relation to Articles 1.1 (Publication), 1.2 (Internet publishing), 7.1 (Pre-arrival Processing), 7.7 (Trade Facilitation Measures for Authorized Operators), 7.9.1 and 2 (Perishable goods), and 8 (Border Agency Cooperation).
- **!26.05.16 Adoption of the Plan of Priority Actions of the Government for 2016 (item 7. Section II)**
  - Establishment of the National Authority for Trade Facilitation in accordance with Article 23.2 of TFA and the new edition of the UNECE Recommendations №4 before the entry into force of the Agreement. To consider the addition of functions of this organ to the National Committee on Trade Facilitation, which is recommended by the FAL Convention in 1965.





## Extracts from the recommendations of the seminars on readiness

- Ministry of Economic Development and Trade shall include the results of research in the strategic plan for the implementation of trade facilitation measures in Ukraine;
- For further development of the strategic plan we are encouraged to use : (a) an already developed variant of the National Trade Facilitation Strategy; (B) UNECE guide on drawing up a national strategy/roadmap on trade facilitation; and (c) the results of a study on the readiness of Ukraine to implement the TFA provisions;
- Create a list of activities and the timing of their implementation;
- The Government shall designate a focal point responsible for their rapid implementation.

# Key tasks of trade facilitation:

**In 2014 they proposed:**



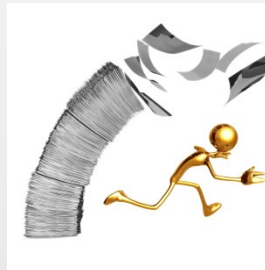
**To reduce the number of days required for export by 60%**



**To reduce the cost of export by 30-50%**



**To reduce, harmonize and standardize trade and transport documents (ECO-GOV BR).**



**Consistent risk management**



**Single Window (local to national) UNECE, EC, IMO**



# Key tasks of trade facilitation:

In 2014 they proposed:



Establishment of the **AEO** and mutual recognition measures



Less physical controls based on the selectivity

Implementation of the **Integrated Border Management** principles



The increase in revenues due to growth in manufacturing



**Cooperation** between adjacent parties





## ARTICLE 7: RELEASE AND CLEARANCE OF GOODS

### 6. Evaluation and publication of the average release time (WTO TFA)

# Time Release Study

$\Delta t$

Ship calls port

Handling completed

Permit to load the vehicle

Permission for customs clearance

Vehicle leaves port

$\Delta t$



**The average time from arrival of the vessel to the reclamation of goods** by freight forwarders and their release by Customs **was 172 hours 46 minutes,**

**Customs clearance - 3:36 minutes.**

**Period to reclaim the goods for carriage by inland transit** amounts to **301 hour 53 minutes,** however

**Customs clearance** from the moment customs was submitted the declaration for clearance **to release in the declared customs treatment** – **up to 46 minutes.**

**Average time** on the requisition of goods and their admission **in through transit was 111 hours 56 minutes,**

**Customs clearance 1:29 minutes.**

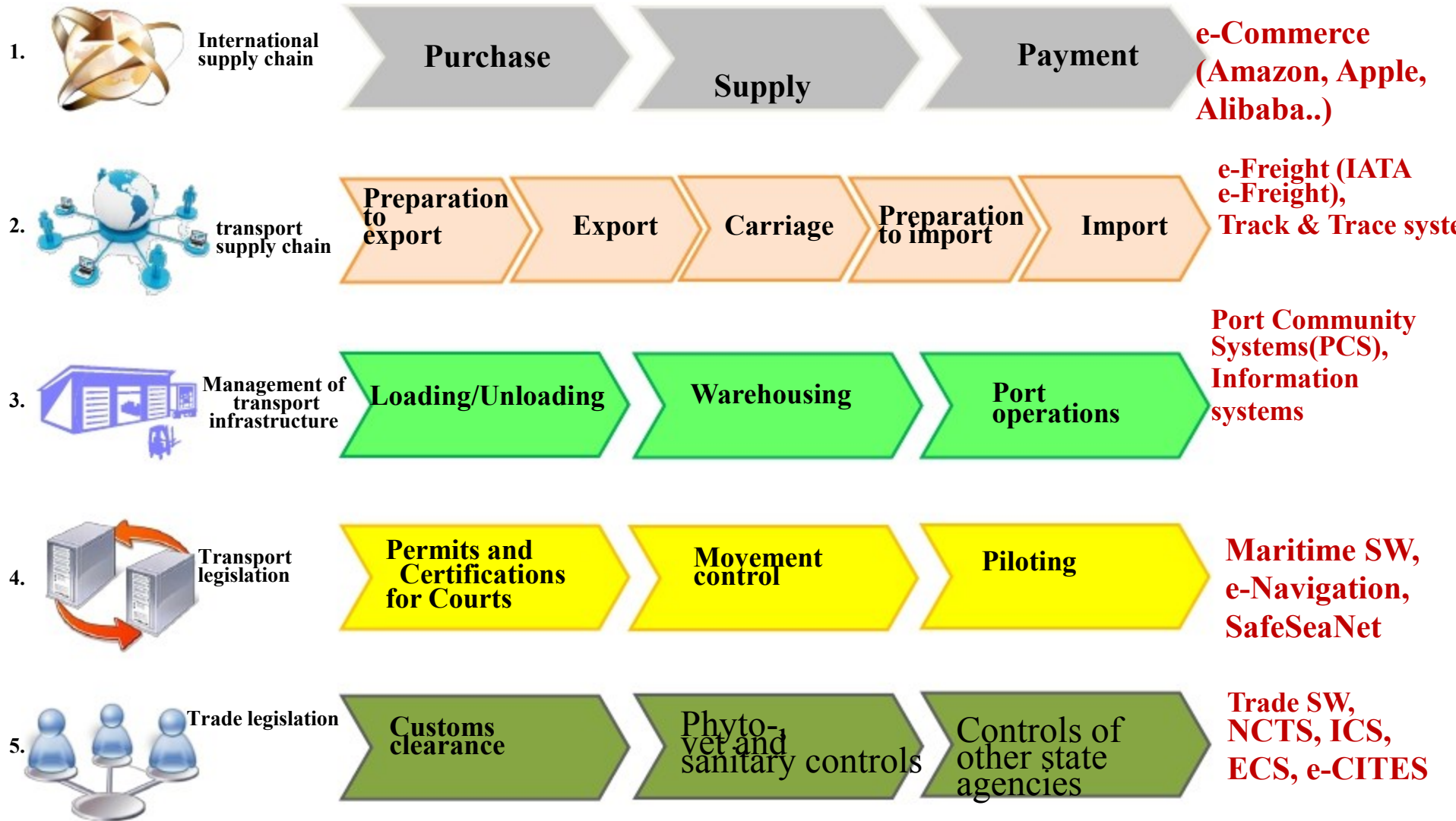
## **RESULTS:**

**The average length of stay of the goods in the containers in the territory of the Odessa Commercial Sea Port from the arrival of the vessel to release by customs is 6 times longer than the average time spent on customs clearance.**

## **REASONS AND CONCLUSIONS**

- 1. Lack of vehicles for loading or permits, logistics of freight forwarding company, number of employees, the distance between the office and the port of Odessa.**
- 2. Efficiency of the representative of the forwarding company (owned vehicle of freight forwarder, the presence of the driver, technically sound truck, etc.)**
- 3. Application of TSC increases the average rate for 1 hour. The process of weighing almost does not affect the length of the vehicle stay at the territory of port. Customs inspection increases the time up to 7 hours.**
- 4. The vast majority of vehicles with a container stay in the port less than 2 hours.**
- 5. A significant proportion (31%) stay from 2 to 10 hours, which is caused by the necessary forms of customs control.**
- 6. Stay for more than 24 hours is exceptional and can be caused by subjective factors, as it has no systematic nature.**

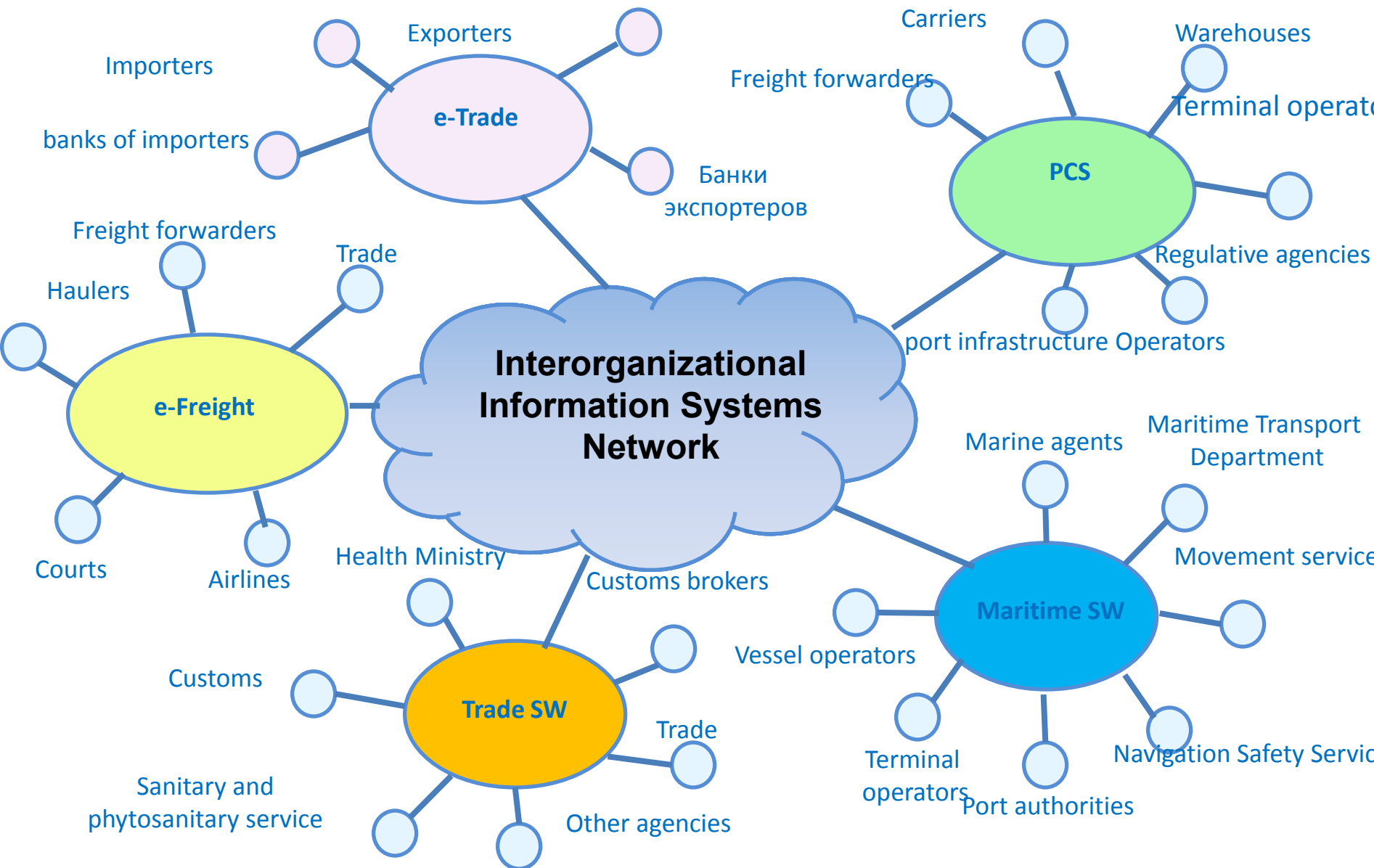
# Layers of interorganizational information systems (IIS) in the Best Practices \*



\* По материалам СЕФАКТ ООН

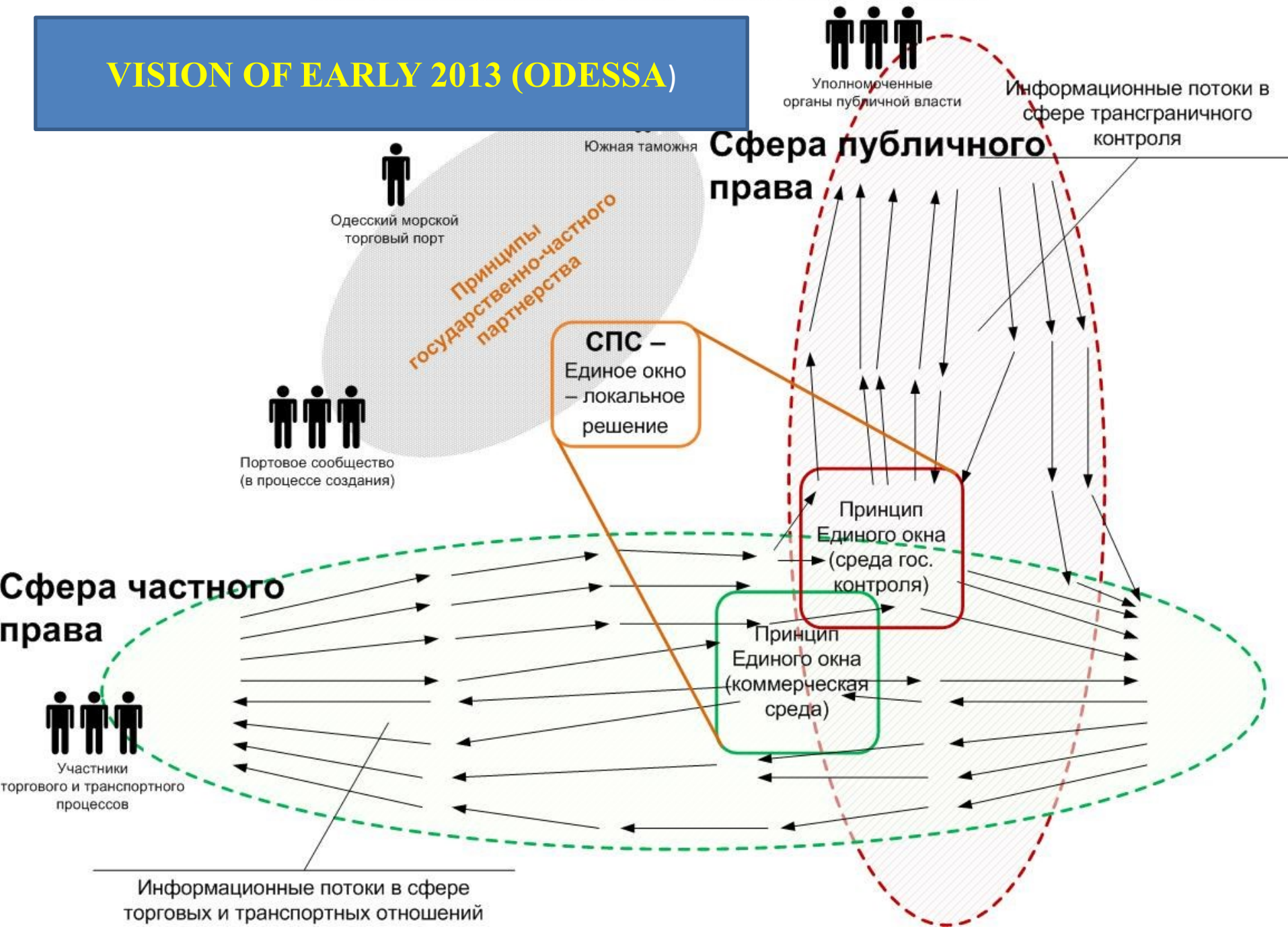


# A look into the future: Network interaction between the various systems for efficient international trade



# Особенности Единого окна – локального решения

## VISION OF EARLY 2013 (ODESSA)



# Принципиальные разновидности Единого окна

**VISION OF EARLY 2013 (ODESSA)**



Информационные потоки в сфере трансграничного контроля

**Сфера публичного права**

**ПРОТОТИП ТОРГОВОГО ЕО**

**ПРОТОТИП МОРСКОГО ЕО + ПОРТОВОГО СООБЩЕСТВА**

Принцип Единого окна (среда гос. контроля)

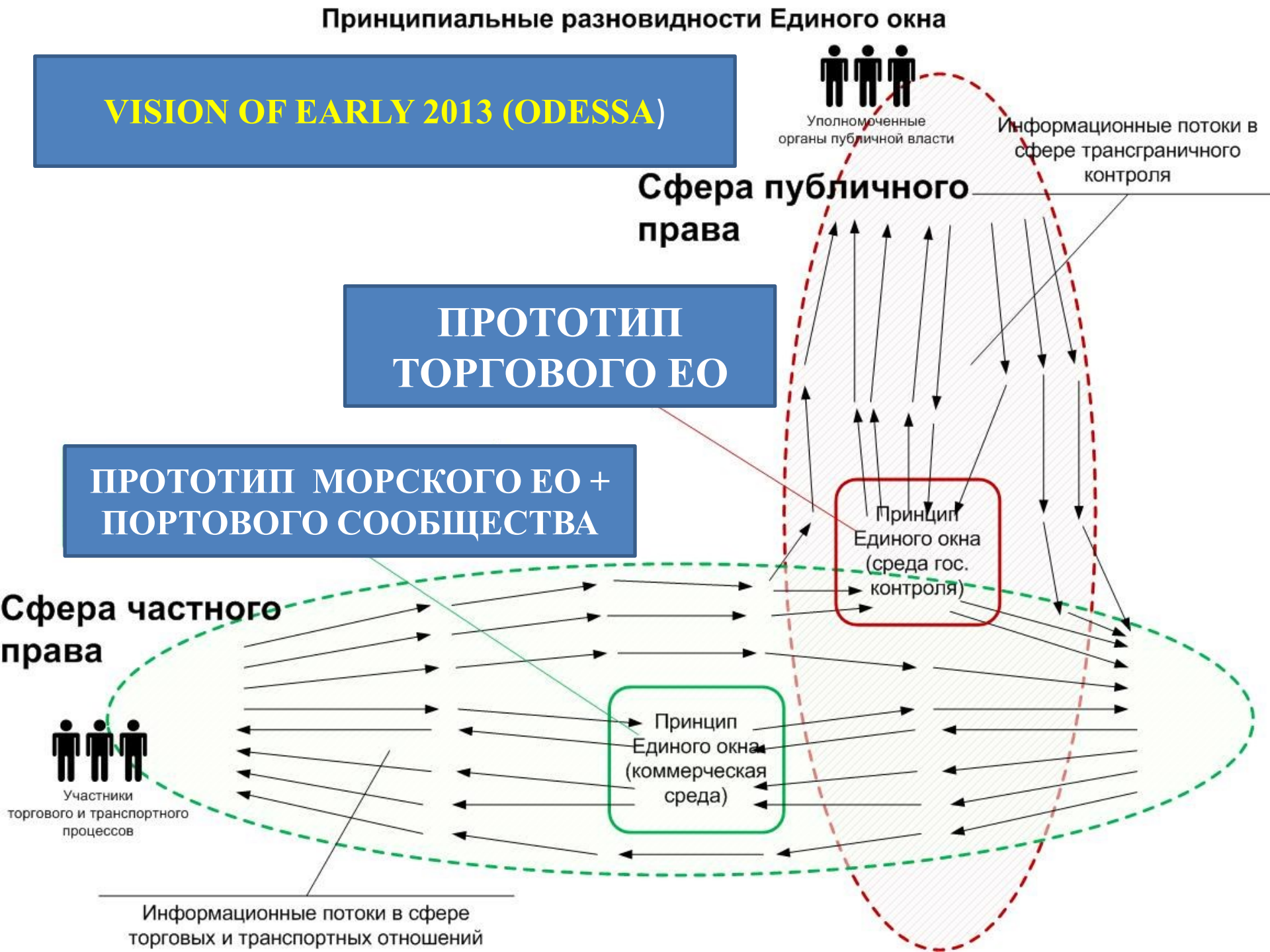
**Сфера частного права**

Принцип Единого окна (коммерческая среда)



Участники торгового и транспортного процессов

Информационные потоки в сфере торговых и транспортных отношений



**THANK YOU!**

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**ODESSA, May 31, 2016**