



Workshop on National and Regional

Joint Trade & Transport Facilitation Committee

# Initial Findings, Good Practices and Recommendations



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#### NJC/RJC Support A Harmonious, Poverty Free World for Our Children







#### **National Joint Trade & Transport Facilitation Committee**

- 1. PRC established 2003 (GMS initiative)
- 2. AZE established 2004
- 3. NJC working groups established 2008 in UZB and KGZ
- 4. Emerging NJC working groups can learn from experience of the two established committees





## China National Transport Facilitation Committee

- 1. Established by State Council on September 2003, as a result of China's 2002 participation in GMS.
- 2. Chaired by the Minister of Transport (Provide Secretariat)
  - Customs General Administration
  - General Administration of Quality Supervision, Inspection and Quarantine
  - Ministry of Public Security
  - Ministry of Finance
  - Ministry of Commerce
  - Ministry of Foreign Affairs
  - State Development and Reform Commission
  - Vice Governor of Yunnan and Guanxi serve as Vice Chair





## China National Transport Facilitation Committee Achievements

- 1. Negotiated and signed 3 agreements and 17 annexes with GMS members
- 2. Draft GMS agreement implementation plan and held implementation training classes
- 3. Participate in Asian Highway Network inter-government agreement
- 4. Signed approximately 15 bi-lateral and regional multilateral agreements with neighboring countries
- 5. Completed 8 rounds of negotiation among six SCO members on trade & transport facilitation agreement
- 6. 14 concrete recommendations proposed by Deputy Transport Minister Yun Men Yun at Dec 13, 2007 Beijing meeting





#### **Compare China to Top G8 Countries**

#### **Export - Procedures, Delays and Costs (1 TEU)**

(Source: WB Doing Business 2007)

Country	Document	Signature	Days	Costs
China	6	7	20	335
USA	6	5	9	625
Japan	5	3	11	789
Germany	4	1	6	731
United Kingdom	5	5	12	676





### **Compare China to Top G8 Countries**

#### **Import - Procedures, Delays and Costs (1 TEU)**

(Source: WB Doing Business 2007)

Country	Document	Signature	Days	Costs
China	12	8	22	375
USA	5	4	9	625
Japan	7	3	11	847
Germany	4	1	6	750
United Kingdom	4	5	12	756





#### **China's Trade & Transport Performance**

- 1. Among the lowest import/export cost countries in the world
- 2. Export procedures & delays approaching G8 performance
- 3. Import procedures & delays substantially better than most Asian countries





#### **China's Trade & Transport Performance**

- 1. Continuous improvement on trade & transport improvement
- 2. China Customs ePort, risk management initiatives
- 3. Drastic expansion of rail network
- TA7174 PRC Transport Efficiency through Logistics Development Policy (efficient & effective usage of existing infrastructure, special focus on multimodal transportation)





#### AZERPRO – National Trade & Transport Facilitation Committee of Azerbaijan

- Established by World Bank on Oct 2004 as a Public-Private Committee to coordinate policies & actions in trade & transport facilitation
- 2. Chaired by National Secretary of AZE, TRACECA
- 3. 22 members from government and private sector
  - 9 relevant government ministries & agencies (Customs Committee, Ministry of Transport, Ministry of Economic Development, Ministry of Health, Ministry of Agriculture, Ministry of Foreign Affairs, etc )
  - 13 private sector participants (freight forwarder, road carrier association)





#### AZERPRO – National Trade & Transport Facilitation Committee of Azerbaijan

- 1. Lack of high level AZE government support
- 2. No AZE government funding
- 3. Chairman is not senior AZE government official
- 4. Infrequent meetings
- 5. Inconsistent AZE government representation on committee, driven by meeting agenda
- 6. Minimal visibility
- 7. Impact & success is low
- 8. Future unknown





#### Kyrgyz National Council to Assist in the Area of Trade & Transport Facilitation

- Established by Resolution on Jan 29, 2008 (revised Feb 21, 2009). Objectives include trade policy, simplification of procedures (SW).
- 2. Chaired by the Minister of Economic Development & Trade, aim to meet every 3 months
- 3. Large and diverse membership group includes private sector & donor representatives
  - All 13 relevant government ministries & agencies (Customs Committee, Ministry of Transport and Communication, Ministry of Health, Ministry of Finance, Border Services, etc)
  - 2 business operators Customs Cargo Services, Kyrgyz Railroad
  - 8 assorted trade and transport associations
  - ADB, GTZ, USAID





#### **Uzbekistan Standing Working Group**

- 1. Established on Oct 6, 2008, with all resolutions completed March, 2009
- 2. Objectives include formulation of common policy, common tariff in int'l transport operation; deep analysis for future development of corridors; development of UZB transit potential & Navoi
- 3. Chaired by Mr. Ganiev of Ministry of Foreign Economic Relations, Industry & Trade
- 4. Membership consists of government entities and SOE
  - 11 relevant government ministries & agencies (Customs Committee, Ministry of Internal Affairs, Ministry of Economy, Ministry of Finance, Uzavtoyul, Agency for Road & River Transportation, etc.)
  - 2 SOE UTY, Uzbekistan Airways





## **Initial Findings, Best Practices**

- 1. One highly active (PRC), one inactive (AZE) and two emerging (KGZ, NJC).
- 2. Successful NJC has strong focus on achieving concrete results.
- 3. Membership maturity & continuity contribute to gains.
- 4. NJC must have authority to implement decisions.
- 5. AZE, KGZ NJC might be too large. Donors, trade organizations & operators need not be members.
- 6. Never too late to start (or restart).





### Recommendations

- 1. Must have deep, unwavering, high level commitment & support
- 2. Formal reporting relationship to Lead Agency
- 3. Encompass both long & short term, strategic & tactical objectives
- 4. Diverse, but manageable number of motivated participants
- 5. Clear vision, precise goals, measurable criteria, support by adequate resources & well crafted action plans
- 6. Strong passion towards implementation
- 7. Concentrate on achieving early wins
- 8. Use success to build confidence, momentum and camaraderie
- 9. Benchmark the best and apply TQM Principles (PDCA)





## **Potential NJC & RJC Projects**

- 1. CAREC corridor performance measurement & monitoring
- 2. Single window
- 3. One stop service
- 4. Simplification of forms
- 5. Clarification of export import requirements
- 6. Common transit documents
- 7. Harmonization of standards
- 8. Mutual recognition of weights & measures, inspection results
- 9. Capacity building & training





#### **CAREC NJC & RJC Workshop**

# Thank you!