

Key Principles of the RKC and the benefits of Accession

13th Meeting of CAREC Customs Cooperation Meeting 22 – 23 September 2014 Issyl-kul, Kyrgyz Republic

World Customs Organization (WCO)



- Sole Intergovernmental
 Organization specialized in
 Customs matters
- Established in 1952 as Customs Cooperation Council (CCC)
- Headquarters in Brussels, Belgium
- 179 members (as of September 2014)
- Responsible for processing 98% of global trade

REVISED KYOTO CONVENTION (RKC)

- Protocol of Amendment adopted by the Council in June 1999 in Brussels
- Came into force in February 2006
 - The blueprint for modern, efficient and effective Customs Procedures in the 21st century
- Structure- Convention; GA; SA and Guidelines (not a part of the legal text)
- Contracting Parties
 - total 95 Contracting Parties to RKC (as of September 2014)

KEY PRINCIPLES

- Promotes trade facilitation and effective controls
- simplified and harmonized Customs procedures;
- transparency and predictability
- standardization and simplification of the goods declaration and supporting documents;
- simplified procedures for authorized persons;
- minimum necessary Customs control to ensure compliance with regulations;
- maximum use of information technology and modern techniques (e.g. risk management, prearrival information and post clearance audit)
- coordinated interventions with other border agencies;
- *partnership with the trade.

CONDITIONS FOR ACCESSION

- Contracting Parties must accept
 - a) Body of the Convention
 - b) General Annex
- Acceptance of Specific Annexes and/or Chapters therein optional and at Contracting Parties' discretion
- No reservations permitted to Standards
- Reservations permitted to Recommended Practices in the Specific Annexes
- Contracting Parties to review the reservations every 3 years
- Inform the depositary if reservations are to be continued

Implementation of provisions

- Standards: 36 months (GA & SAs)
- Transitional Standards: 60 months (GA)
- Recommended Practices (SAs): 36 months unless reservation entered
- Management Committee may grant extension (no more than on year)
- CPs shall be members of the Management Committee and have the right to vote & recommend amendments to Body, GA, SA or review and update the Guidelines
- CPs have the right to apply all prohibitions and restrictions deriving from their national legislation:
 - > public morality or order, public security, public health,
 - > protection of patents, trademarks and copyrights
 - > those imposed on economic or any other grounds

4 Major Stages to accede to RKC (Typical case)

Stage A: Commitment to Accede RKC & Gap-Analysis

Stage B: Communication among Stake holders

Stage C: Legal (Parliament) Works

Stage D: Official Diplomatic Works

RKC Benefits

Accession

- Certification of international standards
- Participation to future standard setting
- Preparedness for trade negotiation
- Advantage in CB activities

Implementation

- Fewer Customs formalities
- Faster release and lower trade costs
 - Reduced data requirements
- Increased revenue
- Higher transparency and predictability
- More FDI and economic competitiveness
- Enhanced security
- Sound base for other international instrument



Thank you!

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