# State Customs Committee of the Republic of Azerbaijan

Customs Technology: Implementation of Authorized Economic Operator (AEO) Programs

The Green Corridor – Trusted Party Program

Tashkent, Uzbekistan 20.06.2019



### The Green Corridor



2013

2016

#### Initiation

Legislative process started.
Rules for granting, suspension and revocation of the status of an authorized economic operator established

#### The Green Corridor

The Green Corridor program terms and conditions of usage established.



## What is The Green Corridor

#### Operation

Once the application gets approval, this is displayed on user account. For importers, special right is given to organization to receive shipments at its warehouse. For exporters this translates to packing, loading and sealing the consignment in house.

The Green System users get priority on Border Crossing points to enter and exit.

#### Main purpose

The Green Corridor System can evolve to become an AEO program. The system creates favorable conditions to traders. It also improves their trade efficiencies.

Absolutely minimizing physical control by conducting customs control on the basis of risk assessment and customs audit.

Optimal use of the existing resources and the development of the relations between business and government officials on the basis of modern management methods.

#### Benefits

Lays ground for traders to become more competitive, raises internal efficiency, operates as partner, and better communications system between stakeholders.

A trusted party program aimed also to expedite Cargo Release, Reduce Transit Time and Lower Storage Costs.

The Green Corridor program is positively affecting trade turnover of participating members.



## Challenges



#### Human factor

The system is based on trust.
The Committee rely on honesty
of users



#### Legal & Staff

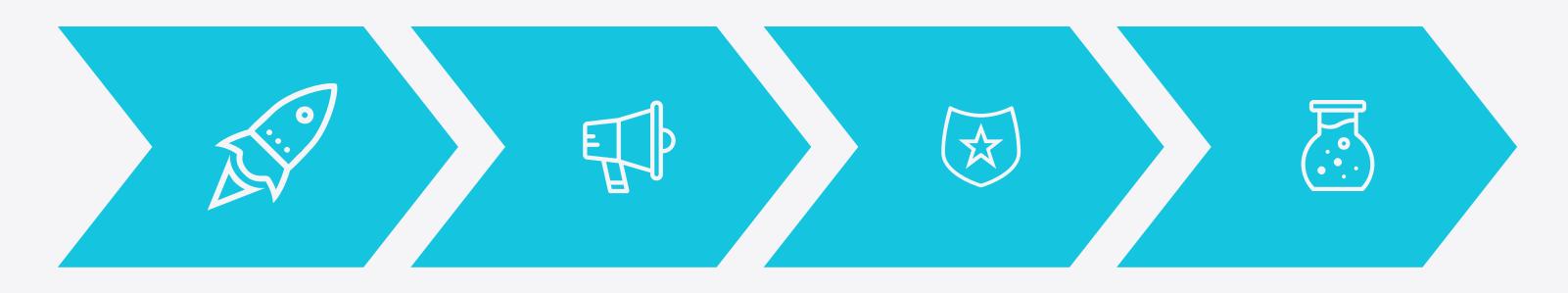
First half of 2019 saw farfetched number of internal criticism filed by inspectors due to allowing most of AEO shipments inspection free clearance



#### Refused shipments

Not all shipments of the AEO can use the system. This creates confusion for some parties. Can lead to miscalculation of inventory

# Future is bright



#### be ambitious

Program promotes compliance and higher level organizational behavior. Can increase revenues for both users and Customs

#### be loud

Use the membership as CSR instrument.
Encourage fair trade deals and collaboration

#### be liable

The system promotes self governance and at the same time puts responsibility on program users. Can reduce legal costs of stakeholders

### be original

Getting rid of time and resource consuming inspection process and invest these to foster new ideas, businesses and processes.



thank you.