Export Control System of Georgia
Achievements, challenges, and the way forward..
Georgia - საქართველო

Area - 69,700 (sq.km) Population - 3720,4 MLN ; 11 Different climate zones
Revenue Service

SPS Border Control

Customs Administration

TAX Administration

Partial Passport Control
Licensing and enforcement bodies
Development of institutional arrangement

Licensing (Except Dual used goods)
- Ministry of Justice
- Ministry of Defense
Itemized list of Military goods
- Ministry of Defense

Licensing (dual used goods)
- Ministry of Economy
- Ministry of Economy, or Revenue service
HS based list of dual used goods
- Revenue Service

Customs enforcement
- Customs
- Revenue Service
Main Reasons of Reforms

- Lack of legal clarity
- Paper based business process
- Complicated procedures for economic operator
- Inherent conflict of interest- licensing vs customs
- Competition rather than cooperation

RESULT - Inefficient and ineffective system
Reformed Legal System

**Primary law** - the Law of Georgia on “Control of Military and Dual Use Products”, 16.12.2013

- The secondary law – the Decree of the Government of Georgia N 372, 09.06.2014 on “Determination of Control Measures for Military and Dual Use Items”
- the Decrees of the Government of Georgia N 394, 13.06.2014 on “Approval of Military and Dual Use Products Lists”

*The most important for customs enforcement* the order of the Minister of Finance N292, 30.09.2014 on adoption of the table of correlation of control list of Dual Use Items with national commodity nomenclature of foreign economic activities
Broad coverage

- Export
- Import
- Transit / Transshipment
- Brokering Service
- Technical Assistance
- Catch – All

- Compliance with:
  - REGULATION (EU) No 388/2012
  - Common Military list of the European Union (2013)
Export control institutional system

- Permanent Expert Group – Head-Secretary of the commission
- UN SC resolutions
- The military items
- Dual used items
- UN Security Council Resolution national executive
- The permanent Governmental Commission
- The permanent commission of the Ministry of Defense on the military and technical issues
- The Ministry of Defense
- Revenue Service
The net of licensing bodies

Procedures for customs control, identification of controlled goods and issuance of licenses takes in one place - CCZ, clearance units
Electronic Services ➤ Easy and Transparent Administration

- E-registration
- E-filing
- SMS & E-mail
- Video
- Tax Code
- Frequently Asked Questions
- Internet payments
- Accelerated services
- Postal Parcels Declarations
- Tax Free
- Business Map
- Notifications

Application (permits, certificates)
- Registration of GPRS cash register
- Electronic VAT Invoices
- Integrated Tariff
- Customs Clearance Zones
- Collection of Payments
- Mortgage/Arrest of Property
- Appeals
Red channel
(Physical inspection)

Yellow channel
(Documentary check)

Green Channel
(No prerelease check)

Blue Channel
(post clearance audit)
International partnership
Challenges

- Evolving security risks and threats
- Rapid technological and scientific developments
- Need to more coordination, collaboration among enforcement bodies
- Applying advance technology to data analysis
- More transparency
- More responsible the private sector
- Human resources development
- More inspecting tools, infrastructure
The way forward

• Adjustment of the lists
• Delegation of the power to Revenue Service
• Guidelines for the private sector, ICP
• Pooling of expertise, ToT
• Improvement of risks management
• Development of an international export control network
Thank you for your attention

გმადლობთ ყურადღებისთვის

Samson URIDIA
Head of the Department for International Relations
Georgia Revenue Service
Tax and Customs Administration-SPS Border Control Agency
E-mail: s.uridia@rs.ge

Georgia Revenue Service
www.rs.ge