



# leveraging finances to implement Trade Facilitation measures

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# Historical background

- ▶ **Annex D** of the 'July Package' 1 August, 2004 General Council Decision, Modalities for Negotiations on Trade Facilitation
- ▶ **Paragraph 5:** importance of TA and support for negotiations
- ▶ **Paragraph 6:** Support and Assistance to help LDCs and developing countries implement commitments resulting from negotiations
  - ▶ Recognition of commitments whose implementation require support for infrastructure development, in limited cases

# Provisions in the Trade Facilitation Agreement

- ▶ **Article 22: Transparency provisions**
- ▶ requirement for developed countries to provide information on assistance and support for capacity building to LDCs and developing countries

# Zambia's case

- ▶ Process of leveraging funds has been facilitated by the following:
  - ▶ Ratification of the Trade Facilitation Agreement (2015)
  - ▶ Notification of Category A, B and C measures (2016)
  - ▶ Establishment of National Committee on Trade Facilitation (2016)
  - ▶ Preliminary Costing of Category C measures (2015)
  - ▶ Development of an Implementation Matrix (2016)
  - ▶ Development of Matrix on development Partner Programmes
  - ▶ Establishment of GRZ – Donor Platform

# Notified measures

Provision	Heading/Description	Category
Article 1.1	Publication	B
Article 1.2	Information Available through Internet	C
Article 1.3	Enquiry points	C
Article 1.4	Notification	C
Article 2.1	Opportunity to Comment and Information Before Entry into Force	B
Article 2.2	Consultations	B
Article 3	Advance Rulings	B
Article 4	Procedures for Appeal or Review	B
Article 5.1	Notification for Enhanced Controls or Inspections	C
Article 5.2	Detention	B
Article 5.3	Test Procedures	C
Article 6.1	General Disciplines on Fees and Charges	C

# Notified Measures

<b>Article 6.3</b>	<b>Penalty Disciplines</b>	<b>C</b>
<b>Article 7.1</b>	Pre-arrival Processing	C
<b>Article 7.2</b>	Electronic Payment	C
<b>Article 7.3</b>	Separation of Release from Final Determination of Customs Duties, Taxes, Fees and Charges	B
<b>Article 7.4</b>	Risk Management	C
<b>Article 7.5</b>	Post-Clearance Audit	C
<b>Article 7.6</b>	Establishment and Publication of Average Release Times	C
<b>Article 7.7</b>	Trade Facilitation Measures for Authorized Operators	C
<b>Article 7.8</b>	Expedited Shipments	C
<b>Article 7.9</b>	Perishable Goods	B
<b>Article 8</b>	Border Agency Cooperation	C
<b>Article 9</b>	Movement of Goods Intended for import under Customs Control	A
<b>Article 10.1</b>	Formalities and Documentation Requirements	C
<b>Article 10.2</b>	Acceptance of Copies	B
<b>Article 10.3</b>	Use of International Standards	C
<b>Article 10.4</b>	Single Window	C
<b>Article 10.5</b>	Pre-shipment Inspection	A
<b>Article 10.6</b>	Use of Customs Brokers	C

# Preliminary Costings Cat C Measures

Summary of Costs for Programmes to Address Category C Provisions TFA Art.	Category C Provision	Total Cost US\$
1.2	Information Available through the Internet	90,000
1.3	Enquiry Points	47,500
1.4	Notification	--
5.1 & 5.3	Notifications for Enhanced Controls or Inspections and Test Procedures	95,000
6.1	General Disciplines on Fees and Charges Imposed on or in Connection with Importation and Exportation	65,000
6.3	Penalty Disciplines	27,500
7.1	Pre-Arrival Processing	25,000
7.2	Electronic Payment	12,500
7.4	Risk Management	60,000

# Preliminary Costings

7.5	Post Clearance Audit	30,000
7.6	Establishment and Publication of Average Release Times	245,000
7.7	Trade Facilitation Measures for Authorised Operators	55,000
7.8	Expedited Shipments	15,000
8.0	Border Agency Cooperation	520,000
10.1	Formalities and Documentation Requirements	127,500
10.3	Use of International Standards	155,000
10.4	Single Window (to be done with World Bank assistance)	2,000,000
10.6	Use of Customs Brokers	40,000
11.5 to 11.10	Transit Procedures and Controls	200,000



# Implementation matrix

Art	Issue	Challenge	Recommendation	Intervention	Timing				
					2016	2017	2018	2019	2020
1.2	Information available through the Internet	Insufficient information on websites that are not updated regularly	Develop a trade portal that allows access to all international trade-related information, including that of particular relevance to informal and SME business communities	Implement Trade Portal for Zambia		x			
1.3	Enquiry Points	Absence of clearly identified public enquiry points for each agency other than ZRA	Promote coordination among border agencies	Initiate draft legislation on Coordinated border management	x				

# Matrix on Development Partner Programmes

DP	Programme / instrument	Description/ programme activities	Timeframe & Budget	Funds available From	Potential support for TFA Category C commitments
DfID	Regional Programme	<p>Planned support in three focus countries (Malawi, Mozambique, Zambia) for:</p> <ul style="list-style-type: none"> <li>- Improved border management;</li> <li>- Informal cross border traders;</li> <li>- Government capacity to develop and implement trade policy;</li> <li>- Research, evidence and lesson learning;</li> <li>- Corridor development (Beira, Nacala).</li> </ul>	£15 million (approx.)	Not yet determined	<p>8.0 Border agency cooperation            10.6 Use of customs brokers            11.5 Transit controls            12 Customs cooperation</p>

# Matrix on Development Partner Programmes

USAID	Southern Africa Trade Hub PROFIT+ ANSI GDA	<p>Develop a Trade Portal at MCTI</p> <p>Expand ZRA enquiry points to include other border agencies at some borders</p> <p>Provide TA for the National Committee on Trade Facilitation</p> <p>Carry out a Time Release Study and publicise the results</p> <p>Support work on Border Agency Cooperation</p> <p>trainings of border agency staff in International Standards</p> <p>TA to implement the Single Window</p>	US\$9.8 million	Activities initiated 2017	<p>1.2 Information Available through the Internet</p> <p>1.3 Enquiry Points</p> <p>1.4 Notifications</p> <p>7.6 Average Release Times</p> <p>8.0 Border Agency Cooperation</p> <p>10.3 Use of International Standards</p> <p>10.4 Single Window</p> <p>13 Establish National Committee on Trade Facilitation</p>
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# Matrix on Development Partner Programmes

EU	RISM and Calls) (4 <sup>th</sup> and 5 <sup>th</sup> )	Ongoing Regional Integration Capacity Building (RICB) Programme. This programme includes support towards trade facilitation	2.7 Million EUR	2015 to 2017 closing	5.3 Test procedures and 8.0 Border agency cooperation.
EU	RISM and Calls) (6 <sup>th</sup> and 7 <sup>th</sup> )	Ongoing Regional Integration Capacity Building (RICB) Programme.	1.008 Million Eur	Project approved Feb 2018	
	RISM Call (8 <sup>th</sup> )	Ongoing Regional Integration Capacity Building (RICB) Programme.	Yet to be determined		Not yet defined
EU	EDF 11	Regional Programme - small cross border trade	Eur 15 million	Project launched. March 2018	To provide support both at regional (COMESA) and national level for the implementation of the WTO TFA in the COMESA region
	EDF 11	Regional Programme -	Eur 53 Million	Not yet launched	To provide support both at regional (COMESA) and national level for the implementation of the WTO TFA in the COMESA region

# Matrix on Development Partner Programmes

World Bank	Zambia Investment Climate Program II	<ul style="list-style-type: none"> <li>- Roll-out of ASYCUDA World</li> <li>- Risk management systems</li> <li>- Management and Trade Facilitation Bill;</li> <li>- Establishment of National Committee</li> <li>- HS Coding – Capacity Building</li> <li>- Legal framework for Single Window</li> <li>- ASYCUDA World implementation audit</li> </ul>	Not specified	Currently under implementation	Article 6.1 General Disciplines on fees and charges imposed on or in connection with importation and exportation 7.1 Pre-Arrival 7.4 Risk management 8.0 border agency cooperation 10.1 Formalities and documentation requirements 13 Establish National Committee on Trade Facilitation
World Bank	Regional – Great lakes		US 10 million	Under project preparation	8.0 border agency cooperation 10.1 Formalities and documentation requirements
World Bank	Accelerated Programme for Regional Integration	To support development along Nacala Corridor	Approx US 50 million	In pipeline	Yet to be defined

# Matrix on Development Partner Programmes

GIZ	Regional Integration (SADC) Zambia and Democratic Republic of Congo	To support cross border initiative at Kasumbalesa Border between Zambia and DRC, Including, making information available to cross border traders  Look at issues of interface of Customs ICT systems	Eur 1 million	Approved Held joint planning meeting. soon to commence implementation
AfDB	Regional Integration (SADC) Zambia and Angola	Capacity Building for Trade Facilitation & Corridor Coordination Business Linkages Programme to support SMEs to link up to the value chain	US\$ 9.4 million	Approved (Dec 2017 and Project Documents signed in April 2018). Soon to commence implementation

# GRZ-Donor Platform

- ▶ GRZ-Donor platform has been established with the assistance under the Enhanced Integrated Framework:
  - ▶ Government, including border agencies
  - ▶ Private sector
  - ▶ Development/Cooperating partners
  - ▶ Civil society

The last donor platform was convened on 7<sup>th</sup> June 2018  
Nakonde and Chirundu one stop border post review