



STATE REVENUE COMMITTEE
THE MINISTRY OF FINANCE OF THE REPUBLIC KAZAKHSTAN



**DIGITIZATION OF CUSTOMS
ADMINISTRATION OF
TRANSIT MOVEMENTS**

**CUSTOMS
INFRASTRUCTURE
MODERNIZATION**



Current status of modernization of border crossing points





General Control Department



9
FLOORS

210
WORK
STATIONS

5 221
SQ. M.



Contact center SRC



Related services
(BS of the NSC, MoA, MoT)
Training and Methodological Center



Electronic
Declaration Center



Situation Center

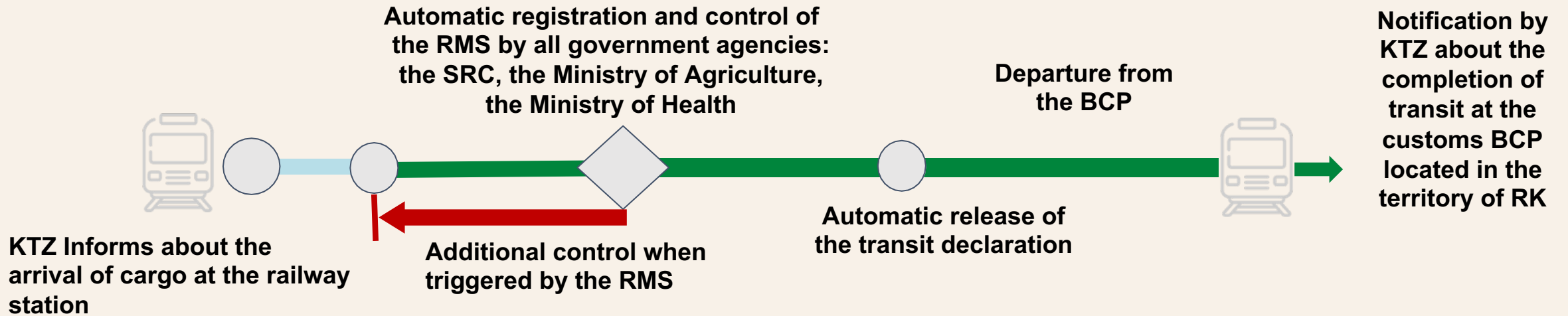


IMPACTS

- ▶ **Increased trade turnover** and throughput capacity
- ▶ **Centralized** customs control
- ▶ **Improved efficiency** of customs control
- ▶ **Uniform** decision making
- ▶ **Timely and prompt response** due to **interaction with related services**
- ▶ Improved **competence** of employees
- ▶ Providing comprehensive **consultations** to traders



Automation of railway transit



Pilot Initiation

- ✓ REDUCED TIME TO CLEAR A CONTAINER FROM 3 HOURS TO 5 MINUTES
- ✓ NO NEED TO SUBMIT PAPER-BASED DOCUMENTS
- ✓ NO NEED TO PUT CUSTOMS MARKS ON DOCUMENTS

ON DECEMBER 11 A PILOT PROJECT WAS LAUNCHED IN THE ALTYNKOL-SARYAGASH DIRECTION (IMPORT AND EXPORT THROUGH KAZ BCPS)

ON DECEMBER 27, A PILOT PROJECT WAS LUNCHED IN THE DIRECTION DOSTYK- NORTHERN BREST (IMPORT TO THE TERRITORY OF THE RK, EXPORT THROUGH THE RF AND THE RB)

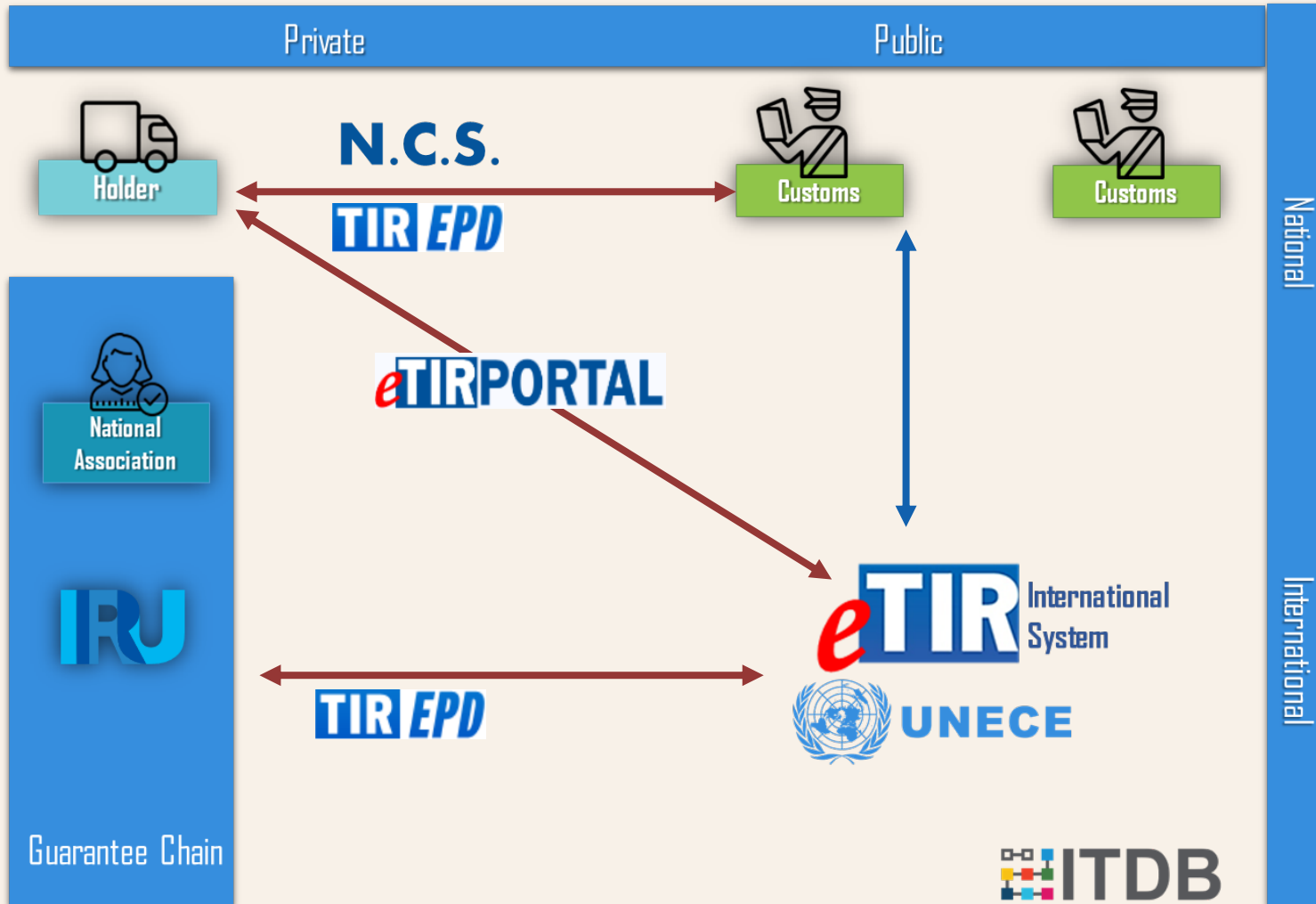
More than 28,000 customs declarations were issued

- ✓ CARRYING OUT STATE CONTROL BY RELATED SERVICES BASED ON RMS ANALYSIS
- ✓ REGISTRATION AND ISSUANCE OF TRANSIT DECLARATIONS IN AUTOMATIC MODE
- ✓ TRANSPARENCY OF ACTIVITIES OF CUSTOMS AUTHORITIES AND OTHER GOVERNMENT AGENCIES



TIR Digitalization

Preliminary notification of TIR



The holder transfers preliminary TIR data to the customs authorities of the Republic of Kazakhstan via TIR EPD. Customs authorities confirm the receipt by providing the UINP ID number. The holder may submit preliminary TIR data in three ways: a) through the declaration mechanism of the eTIR international system, b) through the declaration mechanism provided by the customs authorities of his/her country of residence, c) using a third-party solution approved by the customs administration of the country of departure, such as the TIR EPD developed by the IRU.



KEDEN INFORMATION SYSTEM

Current services:

- Electronic queue system**
- Issuance of foreign permit forms**
- Sandyq Beket**
- ICBC**

IMPACTS

- ▶ **Preliminary** filling out of declarations
- ▶ **Tracking** customs clearance on any stage of processing
- ▶ **Uniform ecosystem** for declarants, SRC and other services
- ▶ **Mobile application** with a set of professional solutions
- ▶ **Minimum manual** input of data by a declarant
- ▶ **A capability to release by commodity**

ADVANTAGES

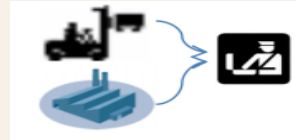
- ✓ Use of **artificial intelligence**
- ✓ **Analytics** and the situation center
- ✓ **Reduced corruption risks** due to process digitization and automation
- ✓ **Reduced time** of customs clearance due to process optimization

Implemented

- ▶ "HS" Service (*information by code of goods, duty rate*) – 5 thousand users
- ▶ "Electronic declaration" Service (*submission of preliminary information, transit declarations, declaration for goods*)
- ▶ In April a pilot was launched for customs declaration of express shipments



E-Freight – air transit operations



STEP 1.1.
An airline submits electronic documents to the e-Freight System 2 hours before the flight arrives in the RK:

1. Freight manifest - FFM
2. Air waybill - FWB
3. Domestic consignment note - FHL;
4. Mvt message.

The forwarder/customs broker adds data in the e-Freight system portal to issue an electronic transit declaration based on:

1. Invoice;
3. Declarations for dangerous goods (if any);
4. Certificate of origin (if available);
5. Supply contract;

e-Freight

STEP 3.1. The cargo terminal places the cargo in the Temporary Storage Warehouse (TSW), submits to the SRC of the MoF of the RK an electronic Document on the placement of cargo, and provides FSU status messages to airlines.

STEP 4. The SRC of the MoF of the RK transmits in an electronic form the decision on “RELEASE of goods” (customs declaration data)

STEP 2. The SRC of the MoF of the RK performs primary customs procedures on the basis of electronic documents:

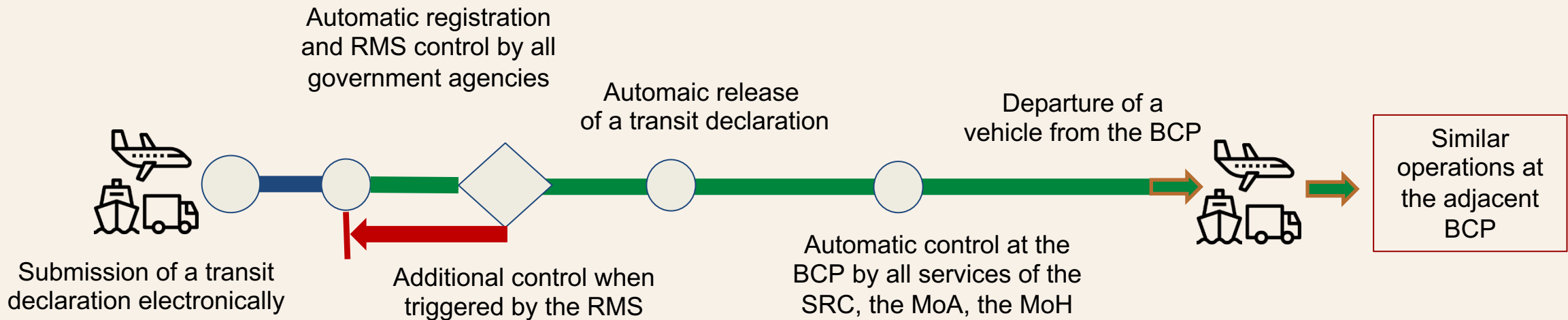
- makes a decision on placement in the temporary storage warehouse and on the risk before the arrival of the aircraft,
- issues a customs declaration within 1-2 hours after the arrival of the aircraft

STEP 5.1. The cargo terminal, based on information about the transit declaration, releases the cargo to the recipient or registers it for a domestic flight. Submits to the SRC of the MoF of the RK electronic information about the release of transit goods/or departure to another destination city.

STEP 5.2. The recipient receives the cargo from the Temporary Storage Warehouse (TSW) on the basis of an electronic Declaration of Goods



"Seamless Transit" Project



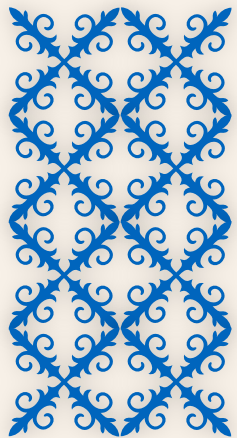
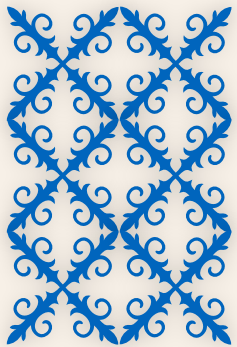
Advantages:

- No need to submit paper documents
- Automatic control by each of the services at the BCP
- No need to obtain customs border clearance marks
- Advance receipt of data by the adjacent party, confirmed by a digital signature of all concerned parties
- Automatic control at adjacent customs BCPs

Result: reduced time to clear the BCP



Introduction of navigation seals for transit



JUSTIFICATION

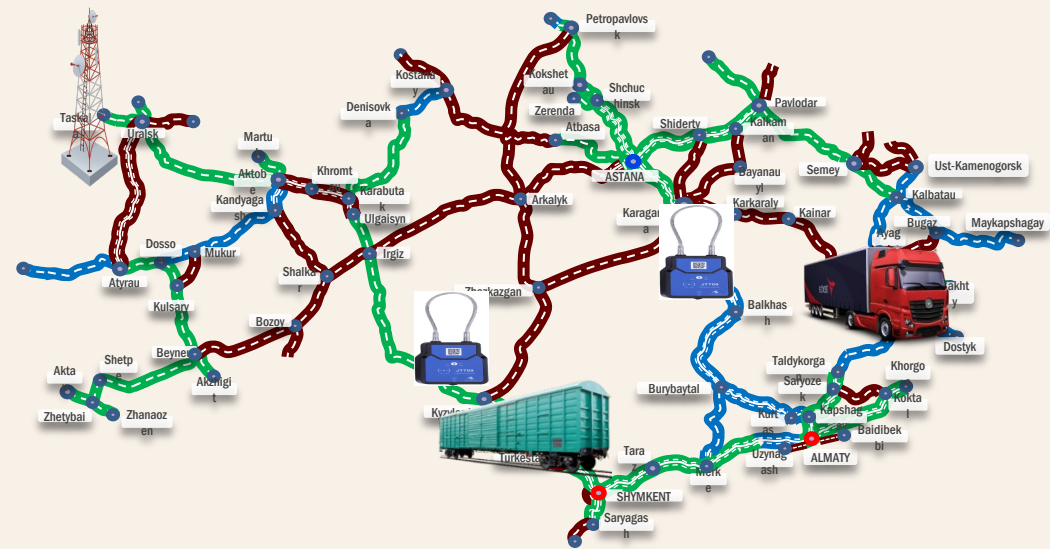
Agreement on the use of navigation seals in the EAEU to track transport operations dated April 19, 2022 (ratified by the Law of the RK on March 15, 2023)

Law of the Republic of Kazakhstan "On Transport"

- To specify the national operator to track transport operations (road and railway transport)
- The procedure for interaction between the national operator and the regulator (the MoF), the composition of information to be exchanged

CURRENT LEGISLATION

- The national operator has been identified to only track road transport operations (Resolution of the Government of the RK No. 17 dated January 12, 2023)





Expected impact from the introduction of navigation seals for transit

10

FOR BUSINESS

- ✓ Legal and safe transit of goods (including under sanctions) in the space of the Eurasian Economic Union
- ✓ Elimination of additional measures and forms of control by regulatory authorities of the member states of the Eurasian Economic Union
- ✓ Reduced time and costs of transportation operations

FOR REGULATORY AUTHORITIES

- ✓ Remote control of transport operations across the territory of the Eurasian Economic Union
- ✓ Prompt interaction among the regulatory authorities of the Republic of Kazakhstan and the EAEU
- ✓ Elimination of unauthorized replacement of goods along the route
- ✓ Prompt response to cases of opening of navigation seals during the transportation of goods

FOR THE STATE

- ✓ Development of legal transport operations across the territory of the Eurasian Economic Union
- ✓ Elimination of “shadow” schemes (false transit and false import) from the transportation business
- ✓ Ensuring that goods are part of legal trade turnover





Automation of the of border crossing process by vehicles based on QOLDAU.KZ platform

"CarGoRuqsat"

Electronic queue system at BCPs

49,522
users

3,530
active reservations
in the queue

17
BCPs

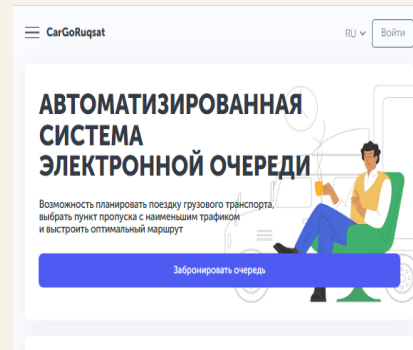
17
integrations with
information systems of
government agencies and
organizations

Paid for a pass to the
budget

1 billion 264,956,732

Number of vehicles
crossed the border since
its launch

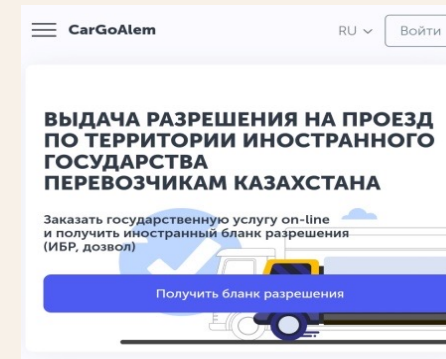
523,469



24-hour support via telegram channel "CARGORUQSAT"

"CarGoAlem"

Issuance of the forms of foreign permits



211,708 FP forms
issued since the launch
of the project

IMPACTS

- ✓ Eliminating the effect of the "NARROW THROAT"
- ✓ Reduced corruption risks
- ✓ Streamlined and transparent movements
- ✓ Traffic flows management
- ✓ Increased throughput by 61%