



EU4Business

MOVING FORWARD
TOGETHER

FORBIZ
Creating better
business environment




BRDO
Better Regulation
Delivery Office

BETTER REGULATION
DELIVERY OFFICE

BRDO

2019



BRDO was established in November 2015 to promote the creation of effective regulation and better economic freedoms in Ukraine (with priority for small/medium businesses).

For this purpose, the BRDO Office is implementing an inclusive and open process for optimization of regulatory relationships that will lead to mutual trust and partnership between the state and business.

4 years of activity

47

comprehensive market
researches

2.5 thousand

stakeholders involved

40 million

audience covered by media

12,000

media references

4

unique online products

10

packages of decisions for
business approved by the
Government

START BUSINESS CHALLENGE



118

business cases
+8 in 2019



14

business clusters



>10

separate
procedures



>30

localized cities
+1 UTC



>20

training
events



>300 ths.

users on the
platform

PRO DIALOGUE



40

roundtables



9

regional events



>12 mln
audience covered
by media

>2,000
stakeholders

780

proposals submitted

47



comprehensive market
researches

>30

solutions for business

MARKETS ANALYZED IN 2019

- ◆ Radio frequency resource market
- ◆ Market for production of liquid motor biofuels
- ◆ Meat market
- ◆ Road construction and repair
- ◆ Coal market regulation
- ◆ Construction management activity
- ◆ Incentives to industrial enterprises for energy efficiency and climate protection
- ◆ Regulation of domestic production and circulation of plant protection products

DOING BUSINESS

In 2019, the CMU Resolution on the implementation of World Bank's best practices developed by BRDO was adopted.
As a result, Ukraine gained **+7 positions** in the rating.



In 2019, the VRU approved the draft law No.1059 "On Amendments to Certain Legislative Acts on Stimulation of Investment Activity in Ukraine" developed by BRDO.
It simplifies obtaining construction permits, improves contract enforcement, resolving insolvency issues, property registration, protection of minority investors and business registration procedures.
Its implementation will allow Ukraine to rise 15 positions up in the rating and attract about \$10 billion of investments.

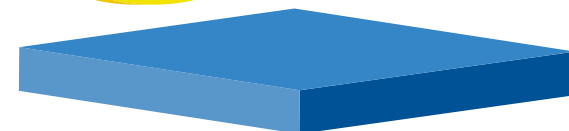


In 2019, the Government approved an updated Action Plan for deregulation of economic activity and an Action Plan to improve the Ukraine's position in the World Bank rating.
Projected growth to enter the TOP-30 in the DB 2021 rating as well as improved positions by each component.



Improving positions in the DB rating due to the implementation of Article 21 of the Law of Ukraine "On the Electricity Market".

64



+7

INSPECTION REFORM



32 Government's Resolutions on new risk criteria were approved



11 orders approving unified forms of acts in **30** regulation areas were adopted

INSPECTIONS.GOV.UA



1.3 млн
million users



>22 million
website visits



>117 ths.
scheduled inspections



>150 ths.
results of scheduled and unscheduled inspections



>5000
registered officials of inspection bodies



Interactive SME platform is being developed

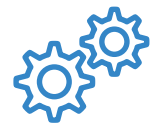


A fully-fledged Analytical module was created

DEREGULATION: DECISIONS FOR BUSINESS

In 2016-2019, BRDO experts together with relevant ministries have developed **10 packages** of decisions for business

APPROVING THESE DECISIONS ALLOWED TO



launch new markets (private space market, organic market and private phytosanitary expertise)



simplify and reduce the cost of licensing and obtaining permits



abolish
>1,200 outdated and irrelevant acts



provide annual business savings in the amount of
>2 billion UAH



Deregulation and decentralization in land relations



Abolishment of 61 irrelevant decrees of the President of Ukraine



Recommendations for combating raiding in cooperation with the Ministry of Justice



Deregulation in the construction sector



Simplifying the business environment by updating the Model Charter of LLC



Amending the CMU regulation on updating procedures for developing and approving government decisions



Drafting and signing of 10 memorandums of cooperation with public authorities

DEREGULATION: PTR REFORM

In 2019, the Law No.128-IX “On Amendments to the Law of Ukraine “On Application of Payment Transaction Registers in the field of trade, catering and services” regarding the reporting real payments in the field of trade and services” was adopted. It provides for:



ensuring that any device (computer, tablet, smartphone) with the appropriate software installed can perform PTR functions



ensuring the PTR software registration will be done through e-cabinets



The DPSU provides business entities with a free-of-charge software solution to use the PTR software

AGRICULTURE



Legal framework for systemic reforms in the forestry sector was established



State monopoly on phytosanitary inspections was cancelled



Conditions for the legal functioning of the Ukrainian organic products market were created



Conditions for conducting less risky business activities in livestock production were created



Honey requirements were introduced



Procedure for registration of plant protection products was simplified



2 EU Directives and 3 Regulations were implemented

DEVELOPED AND ADOPTED ACTS:

- ▶ 6 CMU Resolutions on plant protection, organic production, beekeeping, timber monitoring, implementation of electronic timber registration and introduction of a pilot project on timber sales on Prozorro
- ▶ 2 Orders of the Ministry of Agrarian Policy and Food of Ukraine on honey and meat markets

ADOPTED ACTS:

- ▶ Presidential Decree No.511/2019 on Forest Conservation and Management of Forest Resources

2 COMPREHENSIVE MARKET RESEARCHES:



- ▶ On regulation of the meat market
- ▶ On regulation of domestic PPA production and circulation

BUSINESS CASE DEVELOPED FOR

- ▶ "Cheese dairy"

ENERGY



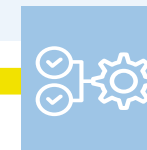
A pilot project on electronic auctions for selling subsoil use permits was implemented



A package of laws and regulations on subsoil use was developed



4 CMU Resolutions
were drafted



2 CMU Resolutions
No.615 and No.848
were amended

DRAFT LAWS:

- ▶ "On Amendments to Some Laws of Ukraine on Stimulation of Hydrocarbon Production"
- ▶ "On Amendments to the Law of Ukraine "On the National Commission for State Regulation of Energy and Public Utilities"

3 COMPREHENSIVE MARKET RESEARCHES:



- ▶ On motor biofuel market regulation
- ▶ On coal market regulation
- ▶ On incentives to industrial enterprises for energy efficiency and climate protection



CONSTRUCTION

BUSINESS CASE DEVELOPED FOR

▶ “Architectural Bureau”

MARKET RESEARCH

▶ on construction management activity



Facilitation of administrative and other services in construction

▶ simplifying the procedure for assigning addresses to construction and real estate objects

▶ reducing a list of documents for obtaining administrative services in construction



Creation of legal framework for the Implementation of the Unified State Electronic System in the Construction Sector from 01/12/2020

▶ creating an opportunity to submit electronic documents in construction and receive services in electronic form 24/7

▶ introducing the ID code of construction objects

▶ open access to information in the system

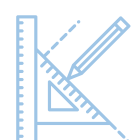


Cancellation of share participation for developers from 01/01/2021 and its reduction during 2020

▶ introducing e-interaction between state information resources and recipients of administrative services on the “single point of contact” principle



Improvement of urban planning conditions and restrictions for land plots development at aerodrome environs



Introduction of parametric standardization method in construction

LEGAL ACTS ADOPTED:

- ▶ Law No.199-IX on improving the provision of administrative services and creating a Unified State E-System in construction
- ▶ Law No.156-IX on improvement of standardization in construction
- ▶ Law No.159-IX on protection of property rights
- ▶ Law No.132-IX on stimulating investment activity
- ▶ Draft Law on National Spatial Data Infrastructure (adopted in the first reading)
- ▶ 2 Draft Laws on Amendments to the Land Code (adopted in the first reading)
- ▶ 2 CMU Resolutions
- ▶ 2 Orders of the Ministry of Regional Development

LEGAL ACTS DEVELOPED

- ▶ Draft Law “On the provision of construction products on the market”
- ▶ 1 CMU Resolution
- ▶ 1 Order of the Ministry of Regional Development

TRANSPORT

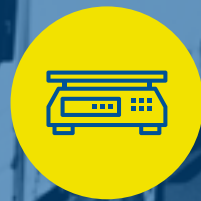
Introducing systemic regulatory changes:



Medium-term budget planning in road construction



Independent Road Safety Audit System



Improvement of the mechanism of weights и dimensions on the road



Introduction of electronic invoices for freight transportation

DEVELOPED AND APPROVED ACTS

- ◆ 3 Laws of Ukraine
- ◆ Decree of the President of Ukraine No.529/2019
- ◆ Order of the Ministry of Infrastructure No.413/2019
- ◆ 6 CMU Resolutions on domestic waterway and road transportation developed

PARTICIPATION IN THE DEVELOPMENT OF LEGAL ACTS ON:

- ◆ liberalization of rail transportation
- ◆ liberalization of domestic water transportation
- ◆ introduction of European standards for the operation of wheeled vehicles
- ◆ access to the road transportation market
- ◆ taxi market reform
- ◆ participation of consulting engineers in the implementation of construction projects

MARKET RESEARCH

- ◆ on road construction and repair



CONTROL AND SUPERVISION



Simplifying the licensing procedure, eliminating legal conflicts and establishing clear and transparent procedures in licensing. Savings for businesses are about 960 million UAH a year



Creating a competitive environment for the development of the space industry in Ukraine and making it open to private enterprises



Creating favorable conditions for the development of cinema production and transparent procedures for state funding of cinema projects



Introducing electronic auctions for the right of special use of aquatic bioresources, as well as the right for their breeding and catching through the ProZorro platform



Eliminating the need for a book of comments and suggestions as an outdated inefficient tool



Simplifying the business environment. Cancelling 51 state regulation instrument

2 COMPREHENSIVE MARKET RESEARCHES ON:



- ◆ Analysis of access to shared and scarce resources
- ◆ Analysis of market access tools

2 BUSINESS CASES DEVELOPED:

- ◆ Travel agency and tour operator in the exclusion zone and zone of absolute resettlement

LEGAL ACTS DEVELOPED:

Draft Law No.1067 on accelerating deregulation in the field of economic activity

4 Draft CMU Orders, including regarding the approval of the Concept of application of state price regulation and the Fishery Development Strategy of Ukraine until 2024

Draft Laws of Ukraine "On Ensuring Traceability of the Origin of Aquatic Bioresources", "On Amendments to the Budget Code of Ukraine regarding support for the fishery development" and "On Amendments to Certain Legislative Acts of Ukraine on the Protection of Aquatic Bioresources and Their Habitats"

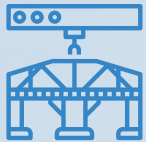
Draft CMU Resolution on acceptance of electronic payment means as payment for services provided

16 RIA and 38 CALCULATIONS

of regulatory costs for small and micro businesses (M-test)

6 LEGAL ACTS were adopted based on their results

EUROPEAN INTEGRATION



CMU Resolution No.367 on deregulation of economic activity regarding the simplification of procedures for introducing equipment of wheeled vehicles in the Ukrainian market for implementation of Regulation (EU) 2018/858 and the Agreement on Adoption of Uniform Technical Prescriptions for Such Vehicles



Preparation of 5 expert opinions on the compliance of draft acts with Ukraine's obligations under the Association Agreement with the EU and with EU law



Participation in the development of a comprehensive draft law "On Protection of Consumer Rights" that will allow to incorporate Annex "Protection of Consumer Rights" to the Association Agreement with the EU. Developing a mechanism for alternative settlement of consumer disputes.



Draft Law 2320 "On Development of Infrastructure for Digital Transformation of Economy and Society" for implementation of EU Directive 2018/1972 on the introduction of the Electronic Communications Code



Implementation of Council Directive 2000/29/EC, Regulation 2016/2031 of the European Parliament of the Council, Regulation 625/2017 of the European Parliament of the Council for the market of phytosanitary services



Adoption of the Law "On Preventing and Combating Legalization (Laundering) of Proceeds of Crime, Financing of Terrorism and Financing of Spreading Weapons of Mass Destruction" regarding Virtual assets for implementation of EU Directive 2015/849



Drafting of the Law "On Provision of Construction Products on the Market" and implementation of EU Regulation 305/2011



Implementation of EU Regulations 834/2007, 889/2008, 1235/2008 for the market of organic products and Directive 2001/110/EC for the honey market



Draft Law No.1050 on the reduction of the list of economic activities subject to licensing for implementation of EU Directive 2002/20 on the authorisation of electronic communications networks

IT

LTE

Launching a **900 MHz** frequency redistribution process for LTE introduction



Creating legal framework for the market of virtual assets and crypto assets and financial monitoring in this area



Cancelling licensing in telecommunications



Developing a systemic reform in the telecommunications and radio frequency resource sector based on the European Code of Electronic Communications



Providing the possibility of issuing D visas on the territory of Ukraine

MARKET RESEARCH

on regulation of the radio frequency resource market



SELF-REGULATION

Draft law on principles of self-regulation of economic and professional activities was developed and submitted for consideration by the VRU

MEDICAL SECTOR

Conducting all-Ukrainian public consultations on the reform of professional licensing of doctors and continuous professional development

Introducing new regulation on access to medical profession

Providing advisory support on the regulatory impact analysis of 15 legal acts

Documents developed:



Concept of professional licensing of doctors



Draft Law on Professional Licensing of Doctors



Project of information-analytical system of distribution of medical products

TEAM



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