**Priorities of the Chamber Energy Committee for 2018**

|  |  |
| --- | --- |
| ***Upstream******Long term*** | 1. **Development of a new Subsoil Code**
* Advocating for adoption of the new Subsoil Code;
* Consolidating of the new Subsoil Code Concept among Chamber Energy Committee’s Members.
 |
| 1. **Introduction of a Profit Based Taxation system for the Oil and Gas Industry in Ukraine**
* Monitoring of the initiative to introduce exit capital tax.
 |
| ***Upstream******Short term*** | 1. **Continue deregulation of Oil&Gas sector.**
 |
| 1. **Improvement of legislation on Production Sharing Agreements (PSA)**
* Monitoring Draft Laws #3849-D and #7058
 |
| 1. **Absence of auctions**
* Disseminating Chamber position re crucial necessity to conduct new actions;
* Chamber media support for promoting new auctions.
 |
| 1. **Improvement of the procedure of issuance and use of special permits**
* Advocating for a detailed comprehensive procedure of granting and use of special permits to be specified in the new Subsoil Code (with further cancellation of relevant CMU Resolutions);
* Monitoring of amendments to CMU Resolutions 615, 594, 865, 423, the Law “On EIA” etc
* Promoting Chamber position re constant legislation, transparent and equal rights for all market participants.
 |
| 1. **Quality of gas**
* Ensuring that the requirements for gas quality comply with technical possibilities of the companies;
* Monitoring of GOST 5542-87.
 |
| 1. **Improvement of land legislation for needs of oil and gas sphere**
* Providing support to Draft Law #3096-d to be adopted in the second reading and similar initiatives.
 |
| 1. **Creation of conditions for compliance with the Extractive Industries Transparency Initiative (EITI)**
* Ensuring that all DLs on EITI are in-line with the Chamber Members’ position;
* Advocating for adoption of Draft Law #6229 on data disclosure.
 |
| ***Midstream*** | 1. **Introduction of reasonable financial guarantee requirement, prepayment for transportation capacities**
* Monitoring of amendments to GTS Code re financial guarantee;
* Monitoring of introduction of a daily balancing.
 |
| 1. **Reasonable (re)calculation of transportation tariffs on entry-exit points to the GTS**
* Advocating for decrease of transportation tariffs on entry-exit points to the GTS to reasonable level, appointment of tariffs at some exit points, cancellation of accelerated depreciation.
 |
| 1. **Improvement of the regulatory regime for temporary storage of natural gas and cross-border transactions of Ukraine**
* Ensuring practical implementation of the “customs warehouse” regime**/** advocating for improvement of secondary legislation re customs warehouse” regime procedures.
 |
| 1. **Transmission system operator (TSO) unbundling**
* Advocating for transparent unbundling of TSO.
 |
| 1. **Improvement of legislation on gas trading platforms.**
 |
| ***Downstream*** | 1. **Anti-monopoly issues**
* Advocating for improvement of antimonopoly control in Ukrainian fuel retail market.
 |
| 1. **Elimination of illegal petroleum and LPG business in Ukraine**
* Combating the spread and use of illegal fuel sites and LPG modules in Ukraine;
* Lobbying for legislative amendments for strengthening liability for illegal petrol & LPG sale: state confiscation of illegally sold petrol/LPG, dismounting illegally installed equipment, else etc.
 |
| 1. [**Elimination of administrative burden and bureaucracy for retail fuel sites**](#_Toc483577242)
 |
| 1. **Tax issues**
* elimination of KURO books/repeal of responsibility for human error in KURO;
* trend to fiscalize the fuel flow/level meters for the purposes of excise tax;
* counteract the proposal to introduce (tax) licensing of the fuel retail sales (like alcohol & tobacco licensing);
* absence of real field force to stop activities of illegal fuel/LPG sites in Ukraine (creation of new Financial security service instead of fiscal police)
 |
| 1. **Supply issues: bio-methanol in fuel; introduction of mandatory state operated fuel stocks with private sector’s volume portion & obligations.**
 |
| 1. **Cyber-security & protection of fuel networks in terms of IT, for B2B in particular.**
 |
| ***Electricity*** | 1. **Advocating for a new electricity market**
* Ensuring that all secondary legislation re Law “On the Electricity Market” is in-line with the Chamber Members’ position
 |
| 1. **Nuclear Energy issues: cooperation with Energoatom, Westinghouse, Holtec International etc.**
 |
| ***Renewable energy sources*** | 1. **Advocating for creation of incentives to invest in RES**
* Monitoring of Power Purchase Agreement Template amendments;
* Monitoring FiT amendments.
 |
| ***Financial issues in energy sphere*** | 1. **Currency control liberalization**
* Advocating for further currency control liberalization.
 |