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

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| ***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. * Elaborating of Chamber position re Draft Law on exit capital tax when the text is available. |
| ***Upstream***  ***Short term*** | 1. **Promotion of further deregulation in Oil&Gas sector**  * Analyzing and consolidating **short-term problematic issues in Oil&Gas sector** which require current amendments to legislation (to promote transparent and equal rules for conducting auctions, suspension of licensees/termination of subsoil use rights based only on clearly defined reasons, inter alia upon the decision of the court; to raise the issues of absence of auctions, “sleeping licensees”, transfer of rights on abandoned wells, scope of powers of local authorities re special permits procedures, improvement of the procedure of granting and use of special permits, transparent and equal rights for all market participants etc.) * Promotion of a **complex Draft Law on deregulation** to be adopted by the Parliament to amend the Law “On Oil&Gas, Subsoil Code. * Advocating for **improvement of the procedure of granting and use of special permits**, transparent and equal rights for all market participants. * Promoting 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 (cancellation of additional payment for increase of resources, for prolongation of special permits, geology information); * **Improvement of land legislation for the needs of oil and gas sphere** * Providing support to Draft Law #3096-d to be adopted in the second reading and similar initiatives. |
| 1. **Improvement of legislation on Production Sharing Agreements (PSA)**  * Monitoring Draft Laws #3849-D and #7058 * Updating and promotion of Draft Law #3849-D |
| 1. **Quality of gas**  * Ensuring that the requirements for gas quality comply with technical possibilities of the companies;   Monitoring of GOST 5542-87. |
|  | 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. **Improvement of regulatory and legislative framework of natural gas market functioning:**  * Introductionof **reasonable financial guarantee requirement** * Monitoring of amendments to GTS Code re financial guarantee; * Monitoring of introduction of a daily balancing. * Improvementof 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. * 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. **Transmission system operator (TSO) unbundling**  * Advocating for transparent unbundling of TSO. |
| 1. **Improvement of legislation on gas trading platforms.** |
| ***Downstream*** | 1. **Elimination of** **illegal petroleum and LPG business in Ukraine**  * Combating the spread and use of illegal fuel sites and LPG modules in Ukraine |
| 1. **Anti-monopoly issues**  * Advocating for improvement of antimonopoly control in Ukrainian fuel retail market. |
| 1. [**Elimination of administrative burden and bureaucracy for retail fuel sites**](#_Toc483577242) |
| 1. **Tax issues in petrol retail market**  * Elimination of KURO books/repeal of responsibility for manual misprints in KURO; * Counteract the proposal to introduce (tax) licensing of the fuel retail sales (like alcohol & tobacco licensing); * 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. * Creation of new Financial security service instead of fiscal police. |
| 1. **Cyber-security & protection of fuel networks in terms of IT.** 2. **Improvement of legislation on state purchase of petrol.** |
| ***Electricity*** | 1. **Advocating for a new electricity market rules**  * 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.** (on the request of companies) |
| ***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. |