

The Arctic 2030 Project:

“Feasibility and Reliability of Shipping on the Northern Sea Route and Modeling of an Arctic Marine Transportation & Logistics System”

1-st Industry Seminar:

“NSR’s Legislation, Tariff System & Insurance”



**Russian customs and immigration regulations relevant for Arctic resource development and shipping.
Organization of supplies delivery, crew changes and other activities in remote areas**

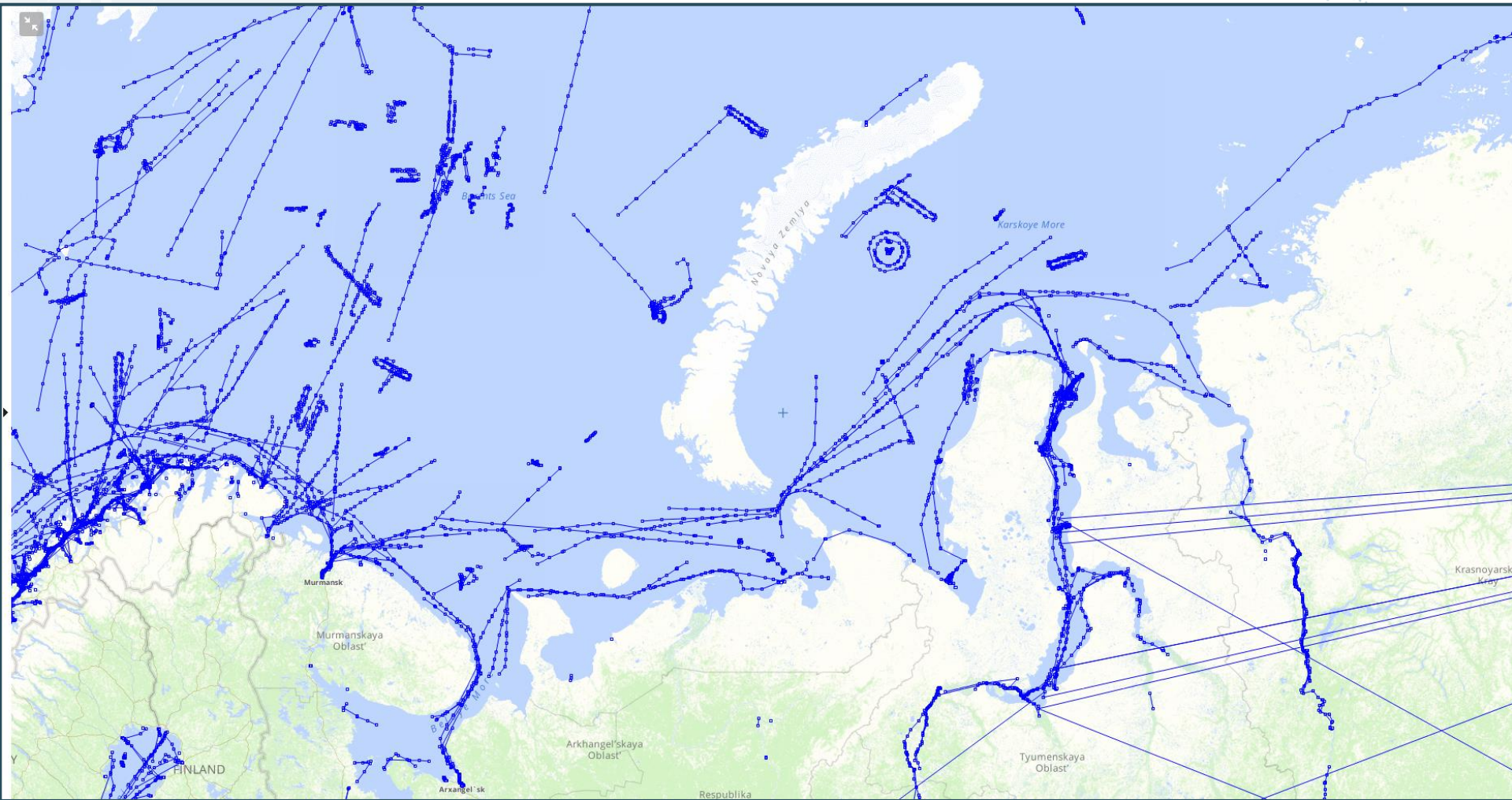
Mr. Sergey Balmasov, Head of CHNL’s NSR Information Office (sergey@chnl.no)
Thursday 25 June, 2015, Oslo.

Important issues

- **Vessel's flag and crew nationality**
- **Need to apply for various Permissions from authorities**
- **Type of activity**
- **Distance to the nearest port with official cross border check point**
- **Services available at the port**
- **Customs status of the ship**
- **Immigration status of the ship**

20.08.2014

Vessel's tracks in the Barents and Kara sea during 24 hours.



Geographic working area

Where exactly the vessel is planned to operate:

- Inside Russian territorial sea
- Within Russian exclusive economic zone
- International waters
- Crossing different zones

Different sea areas have different immigration and customs regimes.



FEDERAL CUSTOMS SERVICE

CUSTOMS CODE OF THE CUSTOMS UNION

I. GENERAL PART

Section 1. FUNDAMENTALS

Chapter 1 General provisions

Article 1. Customs Regulation in the Customs Union

1. Customs regulation in the Customs Union of the Eurasian Economic Community (hereunder - the Customs Union) is the legal regulation of the relations connected with the movement of goods through customs border of the Customs Union, their transportation across the unified customs territory of the Customs Union under the customs control, temporary storage of goods, customs declaration, release and use in accordance with the customs procedures, implementation of the customs control, payment of customs duties, as well as the authority relationship between the customs authorities and the entities exercising the ownership, usage and disposition rights regarding the specified goods.
2. Customs regulation in the Customs Union is performed according to the customs legislation of the Customs Union, and in the part that is not regulated by such legislation – according to the legislation of the member states of the Customs Union.

Article 2. Single customs territory of the Customs Union and the customs border

1. The single customs territory of the Customs Union (hereunder – the customs territory of the Customs Union) consists of the customs territories of Republic of Belarus, Republic of Kazakhstan and Russian Federation including the extraterritorial artificial islands, installations, constructions and other objects regarding which the member states of the Customs Union have the power of exclusive jurisdiction.

Vessel's customs status

Customs regime, applied for vessel when entering Russian waters:

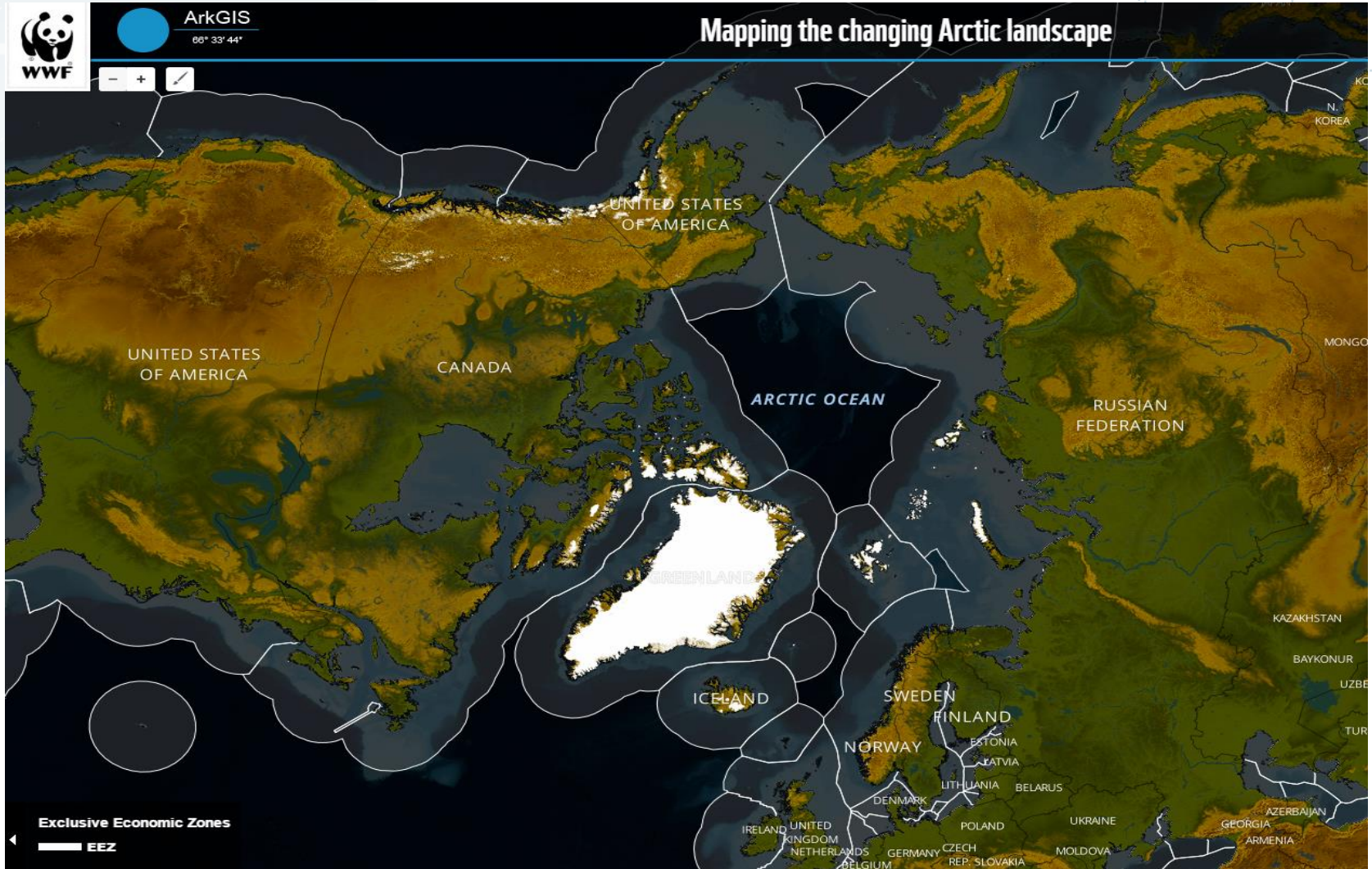
- Simplified procedure (clearance using General Declaration)
- Temporary importation (monthly fees + guarantee payment)
- Special customs procedure (no fees)
- Other

Consultation with the customs broker will be very useful, customs status will influence to all vessel's activities.



ArkGIS
68° 33' 44"

Mapping the changing Arctic landscape



Repeatedly crossing of the State Border of the RF

- Normally Foreign ships cross the State Border of the Russian Federation at sea in accordance with the Law of the Russian Federation “On the State Border of the Russian Federation”
- According to new Rules of the repeatedly crossing by foreign ships of the State Border of the Russian Federation vessel may cross border without border and customs control.
- After initial border and customs control on arrival foreign ships may realize the repeated crossing of the State Border of the Russian Federation on the basis of the permission granted by border authorities.
- To obtain the permission shipowner hands in an application to border authorities according to Application form.
- The application is to be sent by facsimile or by e-mail not later than 10 days in advance of the arrival of foreign ship in a Russian port. The following is attached to the application: a) transit plan of a foreign ship; b) crew list; c) list of passengers.
- Applicant can attach to the application a copy of permission for transportation and towing in coasting trade as well as for other types of activity in the sphere of commercial navigation by foreign ships (if the availability if such permission is required by the legislation of the Russian Federation)

Repeatedly crossing of the State Border of the RF

ANNEX № 1

to the Rules of the repeated crossing by foreign ships of the State Border of the Russian Federation without border, customs control (as to the accomplishment of customs operations in connection with the arrival (departure) of ships) and other forms of control.

(form)

A P P L I C A T I O N

for the permission of repeated crossing by a foreign ship of the State Border of the Russian Federation without border, customs control (as to the accomplishment of customs operations in connection with the arrival (departure) of ships) and other forms of control

Whom _____
(name of the border authorities)

From whom _____
(name of applicant – legal person, address of his whereabouts or

family name, first name, patronymic (if available) of applicant - individual, date of his birth, series, number and date of issue of the passport

or of other identifying document, address of his residence)

_____ (telephone, fax, e-mail address)

Please permit the repeated crossing of the State Border of the Russian Federation without border, customs control (as to the accomplishment of customs operations in connection with the arrival (departure) of ships) and other forms of control to foreign ship _____

(name, nationality, IMO number (if available),

_____ MMSI number (if available), calling signal, port of registry)

for the realization of _____
type of activity in the field of commercial navigation)

Information about the owner of foreign ship

_____ name of legal person, his whereabouts or

_____ family name, first name, patronymic (if available) of individual, date of his birth, series, number and date of issue of the passport

_____ or of other document identifying the person, address of his residence

_____ (telephone, fax, e-mail address)

Bunkering options

Inform your local bunker supplier about following aspects:

- Main purpose of port call (any cargo to be loaded or discharged)
- Bunker for own use or to be delivered to other vessels
- Other details about planned vessel's activities

Bunker price can be with or without export fees and depends on above information and vessel's customs regime.

Bunkering options

There are several options to arrange bunker supply

1. Vessel proceed to port itself and get bunker as fuel for own consumption. No export fee applied, simplified procedure.
2. Support vessel call at the port and take fuel for mother vessel.
3. In case if mother vessel need more than 1000 tons, then it is possible to send small tanker to your working area.

Option 2 is subject for preliminary discussion with bunker supplier, customs and port authorities. It will be considering as cargo operation. Export fees and VAT applied.

Spare parts and provision

- When planning supplies from abroad, please consider vessel's customs status.
- Please note, offshore reefer containers are not readily available in Russia.



Crew change

- Crew change in remote areas with poor transport infrastructure requires preliminary planning and coordination with local Agent. In many cases usage of chartered helicopters is the only option.
- Getting Russian visa may take sometime, so it is better to get visas in advance.



