

BIGGEST ACHIEVEMENTS OF THE UKRAINIAN REFORMS



Three newly-established **ANTICORRUPTION INSTITUTIONS** function effectively:



As of April 30, 2018, National Anticorruption Bureau of Ukraine (**NABU**) and Specialized Anticorruption Prosecutor's Office (**SAPO**) are investigating 602 proceedings, served 174 notes of suspicion, charged 207 perpetrators, brought 135 cases to court, regarding 19 individuals rulings were announced.



In 2017 the unused balance in the amount of **15 MILLION UAH** was returned to the State Budget of Ukraine by National Agency of Ukraine for finding, tracing and management of assets derived from corruption and other crimes (**ARMA**)



02

In 2016 Ukraine introduced an advanced **ELECTRONIC SYSTEM FOR DISCLOSURE OF ASSETS, INCOME, AND EXPENDITURES OF PUBLIC OFFICIALS AND POLITICIANS.**

As of June 2018 **1.93 MILLION ANNUAL DECLARATIONS** have been submitted. President of Ukraine, members of the Cabinet of Ministers of Ukraine, members of parliament, judges and prosecutors have been amongst the declarants.



03

Over 39 months of operation of **PUBLIC E-PROCUREMENT SYSTEM PROZORRO** it has been used by 32.23 thousand government commissioners; 1.97 million bids with the estimated cost of 1.42 trillion UAH (46.48 billion EUR) were released. Potential savings amount to more than **50.15 BILLION UAH** (1.64 billion EUR) (45.3% under competitive procedures).



ProZorro received the International Public Procurement Leader Award.

WITHIN THE FRAMEWORK OF THE ONLINE PLATFORM FOR PUBLIC TENDERS MONITORING, DOZORRO:



From August 1, 2016 onwards, ProZorro is mandatory for all after-threshold public procurement in the country.

- ✓ Analytical tools for monitoring purchases that were used by more than 300,000 people have been developed
- ✓ From June 15, 2017 to April 30, 2018, members of the DOZORRO community processed more than 8,000 tenders with violations, of which more than 2,500 were resolved positively.



04

Since November 2016, income from the **ELECTRONIC TRADE SYSTEM PROZORRO.SALE** auctions exceeded **8.2 BILLION UAH** as of May 8, 2018. More than 169 thousand auctions with the participation of 6 thousand bidder have been held.

ProZorro.Sale was recognized as the best anti-corruption startup in the sphere of public administration according to the Shield in the Cloud Innovation Challenge.



05

Since September 15, 2015, all transactions executed by the State Treasury of Ukraine have been published on the newly created **SINGLE PORTAL ON PUBLIC FUNDS USE**
AS OF MAY 2018:

- ✓ 84.3 million transactions have been published on the site, and 30.4 million contracts and acts of the administrators of funds have been registered.
- ✓ 59% of all administrators and recipients of budget funds hold registered accounts on the portal.



06

In 2018, **MEDICINES PROCUREMENT** under 40 state programs worth a total of 5.9 billion UAH were handed over by the Ministry of Health to the international organizations: UNICEF, UNDP and Crown Agents.

INTERNATIONAL PROCUREMENT:

- ✓ More than 60% of medicines is purchased directly from the manufacturers
- ✓ According to the Accounting Chamber, international organizations saved up to 39% of the state budget for medicines in 2015-2016, and the price of certain medicines at which they were purchased was 26 times lower than the price paid by the Ministry of Health until 2015.

DURING THE FIRST YEAR OF THE "AFFORDABLE MEDICINES" PROGRAM OPERATION:

- ✓ the program is available in 7,592 pharmacies in Ukraine
- ✓ 18 million prescriptions worth almost **800 MILLION UAH** have been refunded

"DOCTOR FOR EVERY FAMILY" PROGRAM:

- ✓ as of May 30, 2018, more than **6.32 MILLION** Ukrainians have chosen their doctors by signing a declaration



07

BANKING SYSTEM has been cleansed:

 In 2014-2017, the National Bank of Ukraine withdrew 88 insolvent banks that either did not meet liquidity and asset requirements or were engaged in money laundering and captive banking from the market.

 Strategy for the development of state-owned banks until 2022 was adopted.



08

Within the process of reforming the **MASS MEDIA:**

 Public Broadcasting in Ukraine was launched by reforming 31 state TV and radio companies under terms of editorial, staffing and financial independence.

 Every year by April 1 (beginning in 2016), Ukrainian TV channels and radio stations have been publishing information about their ultimate owners.

 Over 2016-2017, **148 OF MORE THAN 700** state-owned and municipal newspapers were privatized.



09

Access to **FREE LEGAL AID** has been enhanced.

 In general, as of December 2017, a network of 551 free legal aid bureaus has been operating throughout Ukraine

 **86,284 THOUSAND PEOPLE** received free legal aid through a network of remote and mobile legal consultations in 2017



10

As of May 2018, **731 UNIFIED TERRITORIAL COMMUNITIES** have been formed with 6.4 million citizens, which equals to 18% of the total population of Ukraine and 32.2% of Ukraine's total area.

The newly-established amalgamated communities received additional sources of budgetary revenue: 60% of individual income tax, land tax, single tax, and excise tax.

 Since 2014 state support for development of territorial communities and development of their infrastructure has increased **39-FOLD**, from 0.5 billion to 19.37 billion UAH.



11

Since June 2017, Ukraine is benefiting from the **VISA-FREE REGIME WITH THE EUROPEAN UNION**, introduced as a result of successful realization of coordinated plan of actions and harmonization of Ukrainian legislation in the respective spheres with the legislation of the EU.

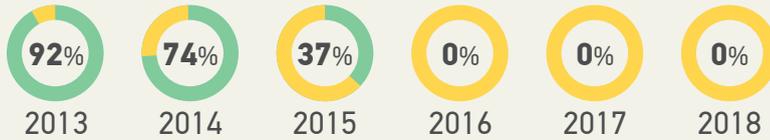
✓ As of April 2018, over less than a year from the introduction of the visa-free regime, EU member-states have been visited by **17.6 MILLION** Ukrainians

✓ Starting from the 2015, State Migration Service of Ukraine registered more than 7.8 million biometric passports



UKRAINE HAS CEASED TO IMPORT RUSSIAN GAS

Share of Russian gas in the Ukrainian gas imports:



Steps were taken to draw the energy prices for domestic consumers to the market average. Cross-subsidization of gas prices for households and budgetary institutions was tightened. Targeted subsidies for impoverished consumers have been introduced.



Stockholm Arbitration Tribunal ordered Gazprom to pay NJSC Naftogaz of Ukraine **\$ 4.63 BILLION** for the incomplete delivery of agreed volumes of gas for transit.



In order to promote **ENERGY SAVING IN UKRAINE**, **2 BILLION UAH** (€ 58 million) in support of energy efficiency programs were allocated in the state budget for 2018: 400 million UAH for "warm" loans, 1.6 billion - for the Energy Efficiency Fund.



From October 2014 to April 2018, more than 400 thousand families benefited from the program of "warm loans" (loans designated for energy modernization), including 1454 Homeowner Associations, which attracted more than 5 billion UAH for "warm loans".



Cabinet of Ministers and Verkhovna Rada have made significant progress in **BUSINESS DEREGULATION AND REGULATORY SUPERVISION REFORM**:



52% (58 out of 112) of measures foreseen by the government's Plan of Deregulation for 2016-2017 were carried out



Over 4 years Ukraine has moved up from 112nd to 76th position in the World Bank Doing Business ranking



Ukraine substantially **REDUCED THE LOSSES OF STATE-OWNED ENTERPRISES**:

As of the end of the first half of 2017, a portfolio of 91 largest state-owned companies attained net profit of **32.6 BILLION UAH**, which, according to the updated data, is almost 34.8% more year-over-year.



ELECTRONIC VAT ADMINISTRATION AND AUTOMATIC VAT REFUND were introduced:



On February 1, 2015, a system of electronic VAT administration, aimed at increasing the level of transparency and control over VAT, by collecting data into a single system, was introduced.



On April 1, 2017, the Ministry of Finance launched an electronic VAT refund register which increases efficiency, eliminates corruption, facilitates monitoring of the status of tax inspections and tax reimbursement.



E-DEMOCRACY TOOLS are widely implemented at the local level:



Mandatory roll call voting by local council members and announcement of voting results has been introduced



As of August 2017, **145 COMMUNITIES** have joined the Unified System of Local Petitions.

As of September 2017, 92 local self-government bodies have introduced a public budget.



The aggregate amount of public budgets in local self-government bodies for 2015-2017 totaled 750 million UAH.



18

THE CONSTITUTIONAL COURT is operational again and demonstrates its first results:

- ✓ In April 2018, the Court started to consider constitutional complaints (de facto)
- ✓ The law "On the principles of the state language policy" was recognized as unconstitutional in its entirety
- ✓ The law "On All-Ukrainian referendum" was recognized as unconstitutional in its entirety



19

UKRAINIAN ARMY MODERNIZATION:

- The Armed Forces have implemented the use of **668 NATO STANDARDS**.
- In 2016-2017, **10 ARMED FORCES BATALLIONS** were trained according to NATO standards.
- Budget expenditures for the national security and defense sector increased to **5% OF GDP**.



Since January 2016, all defense procurements have been done through **PROZORRO** system (other than armaments and military equipment), which has enabled the Ministry of Defense to save over 780 million UAH by the end of 2017.



As of early 2018, the number of the Armed Forces of Ukraine has reached **260,000 SOLDIERS**. The Operational Reserve of the Armed Forces has been created and amounts to 140 thousand members.



20

Measures in the field of **NATIONAL MEMORY POLICY:**

- At the legislative level, totalitarian regimes have been condemned and propaganda of their symbols has been prohibited. 25 districts, 987 settlements, as well as other toponymy objects whose names honored the communist totalitarian regime and its leaders were renamed.
- More than 300 historical names have been restored, about 70 of these belong to the cultural heritage of indigenous peoples and national communities.
- Access to the archives of Soviet repression authorities has been opened.



21

A new **ENVIRONMENTAL IMPACT ASSESSMENT SYSTEM** has been introduced in line with the European standards. It contains the Unified Electronic Registry and is based on transparent procedures for businesses and opportunities for public engagement.



22

In the field of **STATE SUPPORT FOR CINEMA PRODUCTION**, there was a change in the mechanism for financing films and expansion of the list of costs that may be covered by the state.

- The decision to grant state funding is made on the basis of the results of the pitching by the newly established Council for State Support to Cinematography.
- About **500 MILLION UAH** was allocated for the production and distribution of national films from 2017 state budget.
- In 2017, a record-breaking number of films (47) was screened using public co-funding