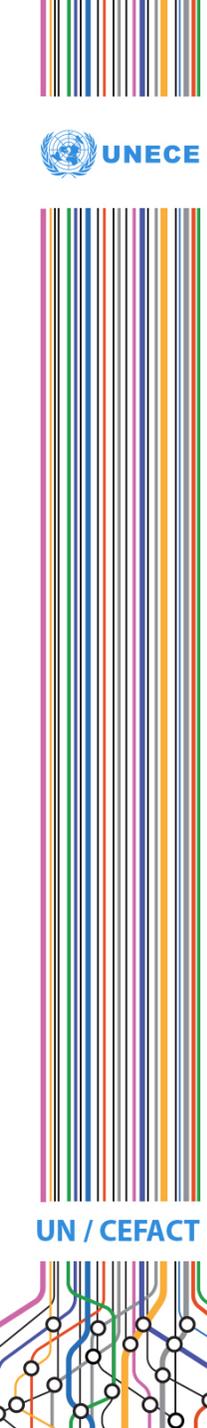


Core Principles of the Operation of Single Windows

Project Leader: Jalal Benhayoun

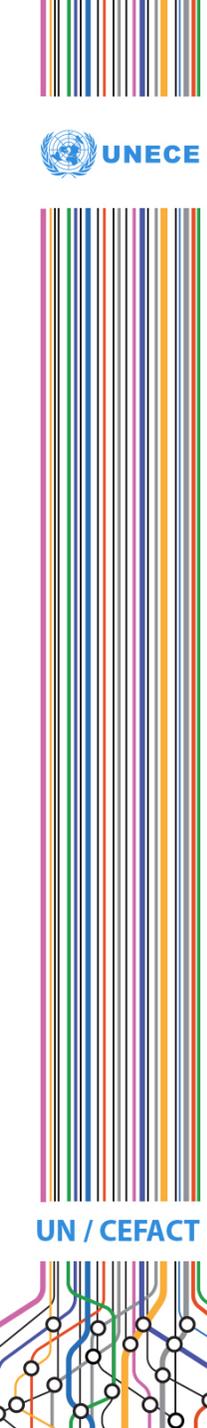
London, 29 November 2019





Why core principles for the operation of SW?

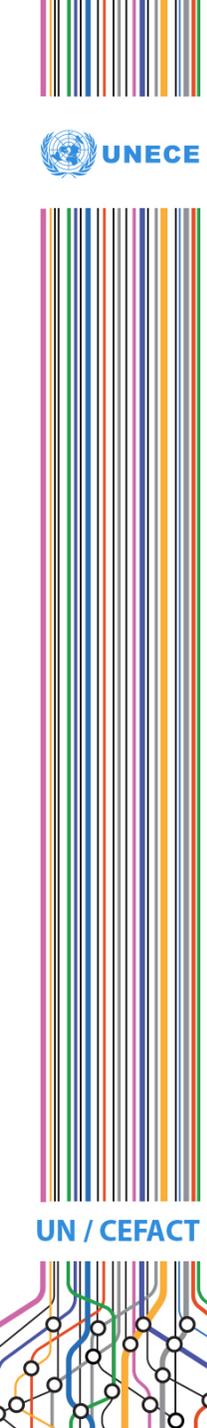
- Recommendation 33 don't address the issues related to:
 - Classification of single windows in term of systemic importance;
 - The operation of single windows;
 - The national legal framework of compliance and oversight of single windows.



Context



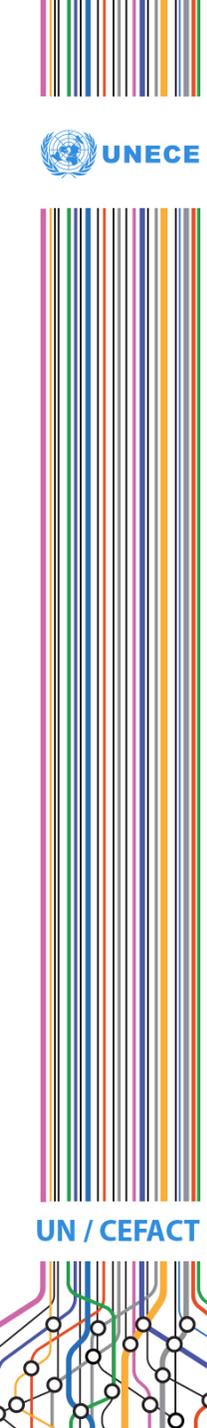
- Number of international initiatives underway to maintain economic stability by strengthening national economy infrastructure;
- Safe and efficient single window systems are critical to the effective functioning and the competitiveness of the economy. In the event of a SW failure, adherence to the rules (core principles) for the operation of SW should prevent a domino effect on the other stakeholders and the economy;



Context

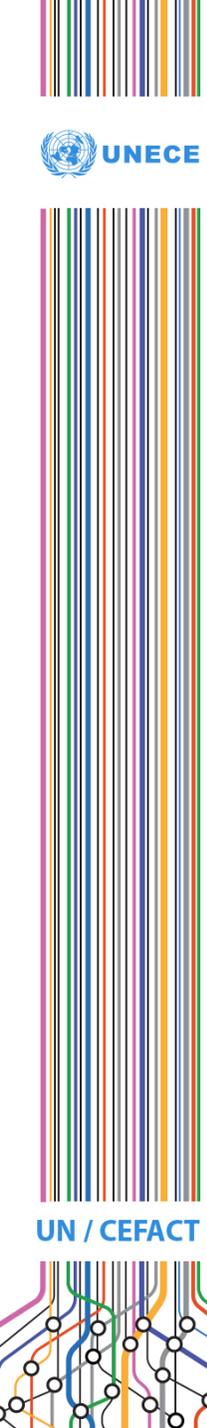


- The core principles are intended for use as universal guidelines to encourage the design and operation of safer and more efficient systemically important single windows worldwide;
- The recommendation is addressed to all governments and other interested public sector agencies, as well as to all private sector owners and operators of single windows.



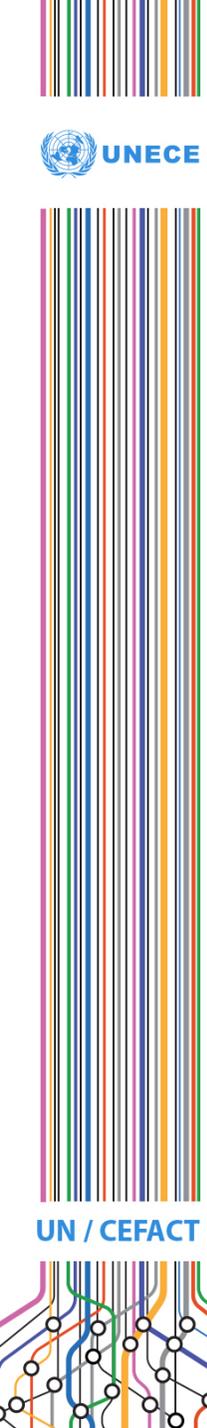
Core principles for the operation of single windows

- The core principles may also be of use to advisers providing international technical assistance on how to achieve safety and efficiency in single windows in the specific circumstances of individual countries or regions;
- Although the principles are expressed in terms of systemically important payment systems context and single country, they may be equally applicable for other types of single windows and regional single windows in particular.



Definition of systemically important single windows

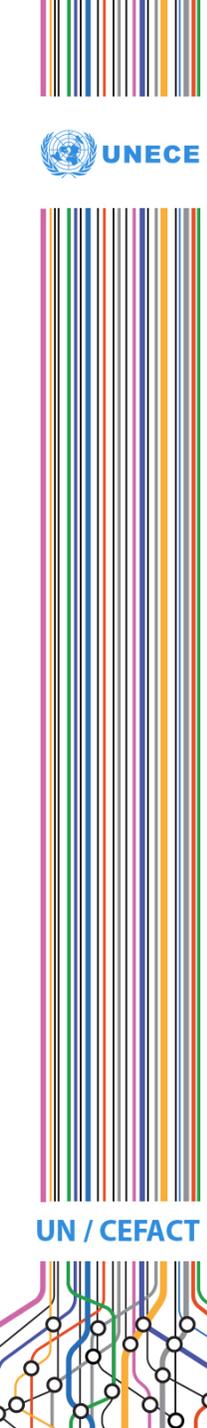
- Single windows which have the characteristic that a failure of one of these systems key stakeholders or a disruption in the system itself, could potentially result in the inability of other system stakeholders or of institutions in other parts of the economy to meet their obligations as they become due (Systemic Risk).
- Such a failure could threaten the stability of the system or of the economy. This effect is often justified by the nature of the transactions they process or by the value and the importance of these transactions for the economy.



Definition of systemically important single windows



The core principles apply in particular to systemically important single windows - that is, systems which could trigger or transmit systemic disruptions in the economy because of the size or nature of individual transactions which they handle or because of the aggregate value or importance of the processed transactions.



How to identify systemically important single windows?

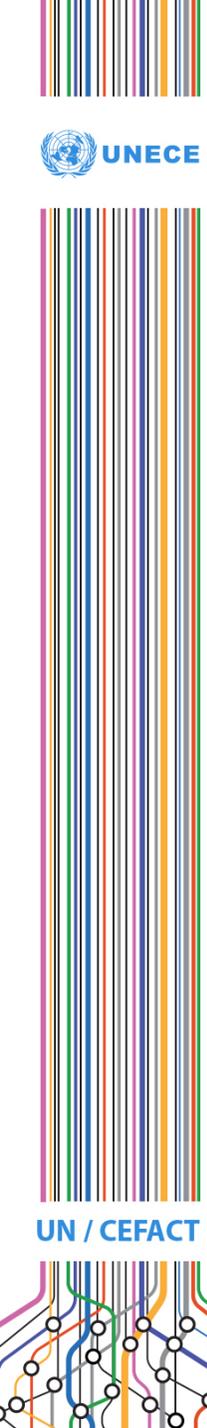
- It is the unique single window for the foreign trade operations;

Or

- It's the single system who manages one or more operations positioned on the critical path of one or more important process of foreign trade in a country;

Or

- It can paralyze a service provided by a vital system for the country when impacted;

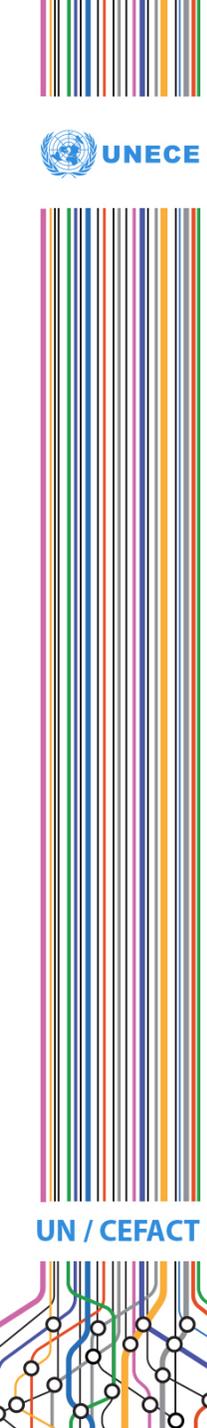


How to identify systemically important single windows?



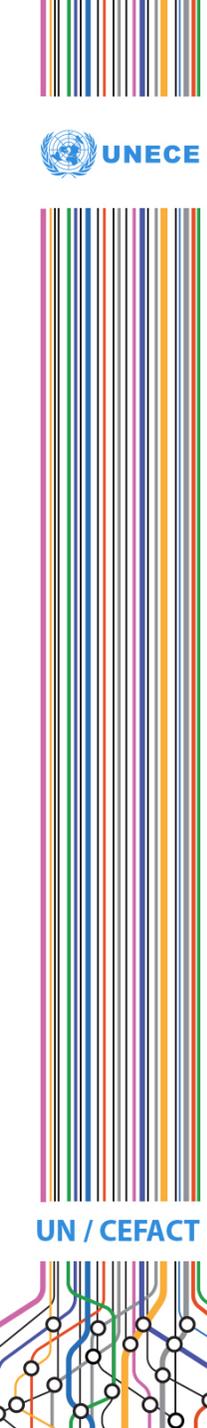
Or

- The country will be unable to supply necessary goods important for economic and social peace when out of service;
 - The national economy will be facing crisis because it manages important transactions characterized by large amounts or strategic operations;
- ... Or ...



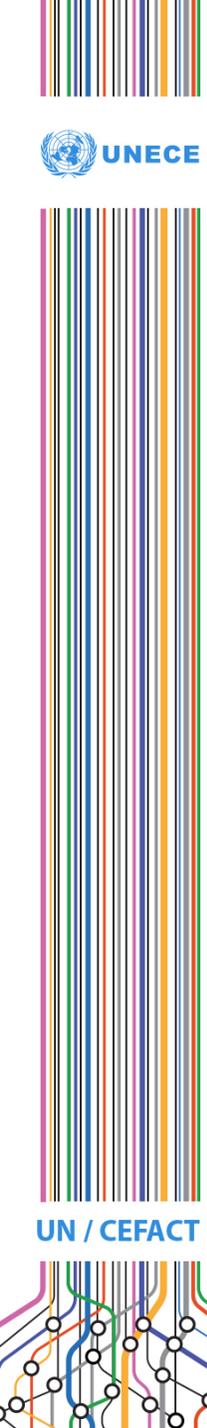
Summary of the core principles

1. A well-founded legal basis;
2. A good understanding of the impact of the facility on stakeholders;
3. A clear and effective basis of procedures and rules;
4. Significant scalability of the single window and partner systems must have significant scalability;
5. Integration of the security component into the life cycle of a single window;
6. Responsible, efficient and transparent Single Window governance;



Summary of the core principles

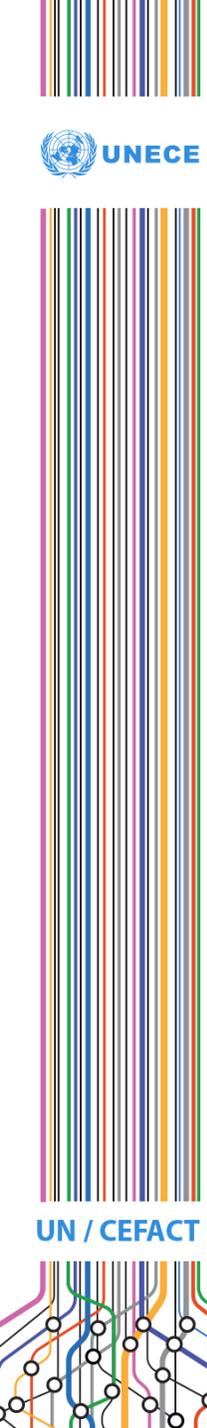
7. Access criteria objective, published and fair;
8. Delicate balance between cost, quality, safety and efficiency;
9. Maturity of the private and public ecosystem and its technological and organizational capacity;



Responsibilities of the governments in applying the core principles

A. The government should define clearly its single window objectives and should disclose publicly its role and major policies with respect to systemically important single windows.

B. The government should ensure that the systemically single windows it operates directly or through a government agency comply with the core principles.



Responsibilities of the governments in applying the core principles

C. The government should oversee compliance with the core principles by systemically single windows if it does not operate it and should have the ability to carry out this oversight;

D. The government, in promoting systemically single windows safety and efficiency through the core principles, should cooperate with other governments and with any other relevant domestic or foreign authorities.



Next steps



- Finalize the project as white paper;
- Continue the project of recommendation.