Deloitte. _egal





Georgian **Legal News**

Georgia

Refer to the Law

Resolution No 447 of the Government of Georgia On Approval of the Concept of the Natural Gas Market Model

On 2 September 2021, the Government of Georgia adopted Resolution No 447 On Approval of the Concept of the Natural Gas Market Model.

The Concept lays down the guiding principles for the organization and functioning of the natural gas market in Georgia and outlines its structure.

The document has the following objectives:

- to identify market segments for facilitating effective trade and network balance
- to reduce dependence on the dominant source of supply/import by facilitating market development and introducing interim measures
- to define the roles and functions of market participants
- to promote market liquidity and competitive pricing
- to provide a general outline of the target market model and set forth the temporary measures required to achieve it.

The Concept provides for public service obligations (PSOs) that can be imposed on market participants as a temporary measure for common economic interest. PSOs will be further regulated by legal acts of the Georgian National Energy and Water Supply Regulatory Commission and the Government of Georgia.

The Resolution entered into force upon its publication on 3 September 2021.

Amendments to the Law of Georgia on Vines and Wine

On 14 September 2021, the Committee for Agriculture of the Parliament of Georgia discussed the bill On Amendments to the Law of Georgia on Vines and Wine initiated by the Government of Georgia, according to which mandatory certification of alcoholic beverages will be introduced in the local market starting from 2023

The bill introduces four essential amendments:

- a new wine category Dealcoholised Wine is added to wine categories
- wine-based drinks become subject to regulation
- A significant change is related to the mandatory certification of wine in the local market, starting from January 2023, aiming to exercise more control over the local market
- The National Wine Agency becomes authorised to conduct expert analysis of transit consignments upon request of the relevant authorities.

The bill is intended to establish a stricter control over the local wine market and make wine-based products and dealcoholised wine subject to regulation.

Along with this bill, amendments have been initiated to the Code of Georgia on Administrative Offences to establish sanctions for non-compliance with the Law of Georgia on Vines and Wine.

The Committee for Agriculture approved the bills for the first hearing at the Parliament.

The State Inspector approves new rules for examining legality of personal data processing

On 15 September 2021, Order No 8 of the State Inspector "On Approving the Rules for Examining the Legality of Personal Data Processing" came into force.

On top of approving the new rules, the order introduces a new form of the application to be filed with the State Inspector by personal data subjects in case of suspected illegal processing of their personal data (PD).

The new rules regulate:

- the objectives and types of examining legality of PD processing
- the prerequisites for scheduled and unscheduled inspections by the State Inspector and related procedures
- the procedure for reviewing complaints over [allegedly] illegal PD processing
- the rights and obligations of the applicant, data processors, authorised persons, and personnel of the State Inspector's office when examining legality of PD processing.

The new rules aim to facilitate communication with the State Inspector's office while ensuring transparency of data processing and increasing efficiency of this public service.

Contacts

If you have any questions regarding the information provided in this newsletter, please contact one of the Tax & Legal professionals at our Deloitte office in Georgia:



Giorgi Tavartkiladze
Director of Tax & Legal Department
gtavartkiladze@deloitte.ge



Giorgi Khurodze
MLB (Bucerius/WHU)
Head of Legal,
Attorney at Law
gkhurodze@deloitte.ge

Tbilisi

King David Business Center12 Merab Aleksidze Street, 15th floor
Tbilisi, 0171,
Georgia

Tel: +995 (32) 224 45 66 Fax: +995 (32) 224 45 69

deloitte.ge



Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities. DTTL (also referred to as "Deloitte Global") and each of its member firms are legally separate and independent entities. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

Deloitte is a leading global provider of audit and assurance, consulting, financial advisory, risk advisory, tax and related services. Our network of member firms in more than 150 countries and territories serves four out of five Fortune Global 500® companies. Learn how Deloitte's approximately 330,000 people make an impact that matters at www.deloitte.com.

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited, its member firms or their related entities (collectively, the "Deloitte network") is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser. No entity in the Deloitte network shall be responsible for any loss whatsoever sustained by any person who relies on this communication.