A Recovery plan for Europe:
The Recovery and Resilience Facility

ROMANIA

Financial Counsellors Working Party (FICO), 12 October 2021
Overview of Romania’s RRP

- **15** components
- **507** Milestones & Targets
- **171** measures
- **64** reforms and **107** investments
- **€ 14.24 billion** in grants and **€ 14.94 billion** in loans
## Assessment summary

<p>| | | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>A</td>
<td></td>
<td>A</td>
<td>A</td>
</tr>
<tr>
<td>4.</td>
<td>Do no significant harm</td>
<td>5.</td>
<td>Green transition</td>
<td>6.</td>
</tr>
<tr>
<td></td>
<td>A</td>
<td></td>
<td>A</td>
<td>A</td>
</tr>
<tr>
<td>8.</td>
<td>Effective monitoring and implementation</td>
<td>9.</td>
<td>Reasonable and plausible cost estimates</td>
<td>10.</td>
</tr>
<tr>
<td></td>
<td>A</td>
<td>B</td>
<td>A</td>
<td>A</td>
</tr>
<tr>
<td>11.</td>
<td>Coherence</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Green transition

41% of the plan allocated to climate objectives

Key investments
• New renewable sources of energy (EUR 975 million)
• Railway modernisation (EUR 3.9 billion)
• Greater energy efficiency in private and public buildings (EUR 2.7 billion)
• Improving waste management (EUR 440 million), water and waste water infrastructure (EUR 968 million)

41%

Key reforms
• Reforms to decarbonise the transport sector
• Development of the national circular economy strategy
• Adoption of the National Forest Strategy
• Ecological reconstruction of habitats and the conservation of species

DNSH
No measure in the plan harms environmental objectives

Cross-border projects
• TEN-T rail and road corridors
Digital transition

21% of the plan allocated to digital objectives

Key investments in public and private sectors
- Government cloud investment (EUR 561.7 million)
- Digitalisation of education (EUR 1.1 billion) and businesses (EUR 564 million)
- Planned IPCEI on microelectronics (EUR 500 million)
- Deployment of the electronic identity card for the Romanian citizens (EUR 200 million)
- Cybersecurity (EUR 172 million)
- Connectivity (EUR 94 million)

21% of the plan allocated to digital objectives

Key reforms
- Digitalisation of the public administration
- Transition to EU 2025 connectivity targets and stimulate private investment for the deployment of very high capacity networks
- Increasing digital competence for public service and digital education throughout the life for citizens

Sector-specific investments
- Development of an integrated e-Health and telemedicine system
- Digitalisation of the public procurement system
- Digitalisation in the field of environment
- Digitalisation of road and rail transport
Resilience

Education & skills
- In-depth restructuring of the education system through the ‘Educated Romania’ project
- Measures focused on reinforcing early-childhood education services, reducing early-school leaving and improving VET
- Improvements in infrastructure

Health
- Building and refurbishment of public hospital infrastructure
- Building and refurbishment of ambulatory services, especially in rural and underserved areas

Social, labour market & support to businesses
- Implementation of a minimum social inclusion income and reform of minimum wage setting
- Pension reform for a sustainable and fairer pension system
- EIR 1.3 billion of financial instruments to support businesses

Governance
- Modernisation of public admin
- Anti-corruption measures
- Improved governance of research and innovation
- Stronger tax administration
- SOE governance
Social impact and equality

- Minimum inclusion income
- Access to health
- Upskilling and reskilling opportunities for all adults
- Early-school leaving prevention & VET improvement
Audit and control – Protection of the EU’s financial interests

Audit and control systems:

- Sufficient and robust
- Largely based on ESIF arrangements and national strategic management system
- The Ministry of Investment and European Projects (MIEP) was appointed the national coordinator for the preparation, negotiation and approval of the Plan
- The implementation of the Plan will be ensured by line ministries through the conclusion of financing agreements with MIEP
- The Audit Authority within the Romanian Court of Auditors will be in charge of audits - this body is the same audit authority as the one used for the ESI Funds

Procedures to protect against serious irregularities in the use of funds:

- Fraud
- Corruption
- Double funding
Disbursement profile
Thank you