NEXT GEN EU

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

171 measures

64 reforms and
107 investments

507 Milestones & Targets

€ 14.24 billion in grants and
€ 14.94 billion in loans

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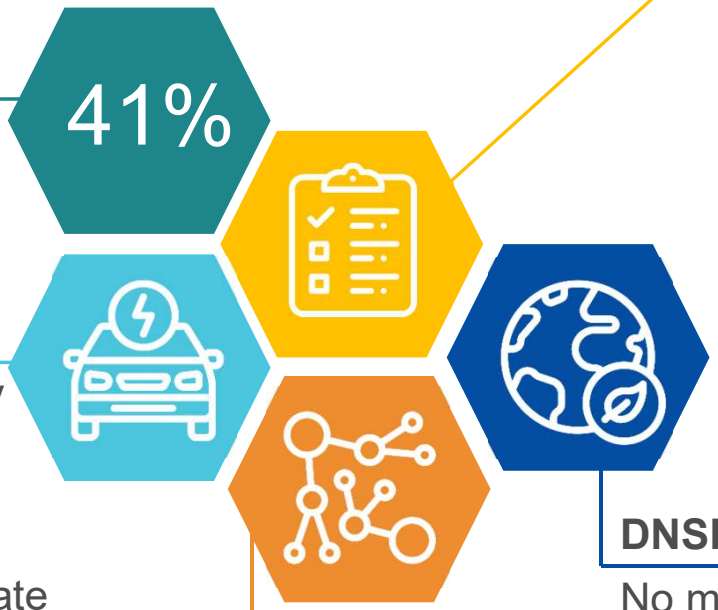
Assessment summary

1. Balanced response **A**	2. Addresses challenges identified in CSRs **A**	3. Growth, resilience and social impact **A**	4. Do no significant harm **A**
5. Green transition **A**	6. Digital transition **A**	7. Lasting impact **A**	8. Effective monitoring and implementation **A**
9. Reasonable and plausible cost estimates **B**	10. Robust control systems **A**	11. Coherence **A**	

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)

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

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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)

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

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Social impact and equality

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Audit and control – Protection of the EU's financial interests

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

- Fraud
- Corruption
- Double funding

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

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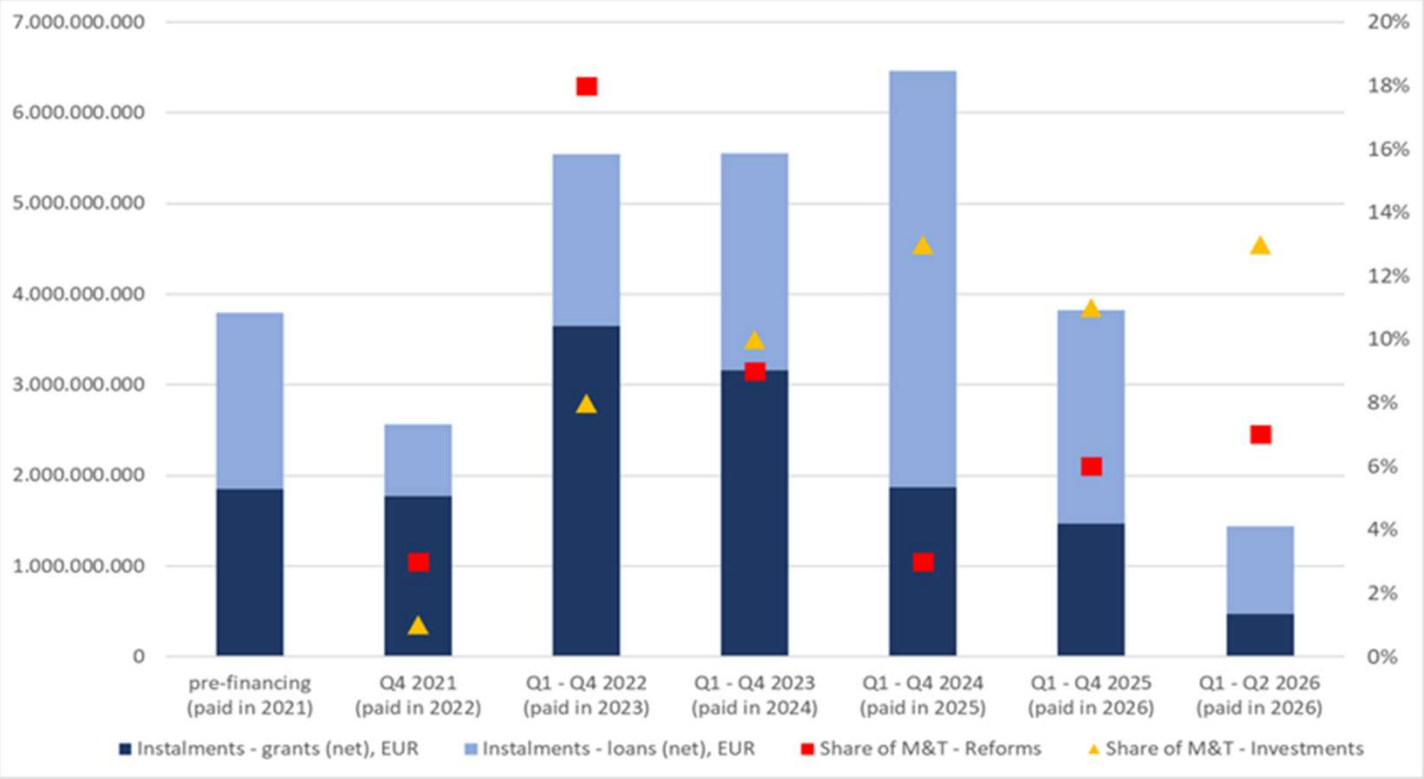
Disbursement profile



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Thank you

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