

THE INTERNATIONAL REVIEW CONFERENCE

Sarajevo, 28/9/2015.



Facts About the Consequences

- Floods affected **119 municipalities** (out of 165)
- 22% of total population affected by floods
- More than 30 municipalities sustained extensive damage
- 57 lives were lost
- **32,000 families** were forced out of their homes
- Production of electricity decreased by 25%, due to the flooding of an open-pit coal mine, a key source of lignite-based power generation
- The disaster caused a **recession** in the Serbian economy
- Serbian economy contracted by 1.8% in 2014, instead of growing by 0.5% as was previously projected





Facts About the Consequences

- Total estimated damages exceed EUR 1 billion
- Total disaster effects (including losses)
 4.8% of GDP (EUR 1.7 billion)
- Total needs for recovery and reconstruction are estimated at EUR 1.35 billion
- Estimates are based on the **Post Disaster Needs Assessment** implemented by the Government of Serbia with the assistance of the WB, UN and EU





No adequate system was in place to respond to overwhelming needs in a coordinated fashion

Office for Reconstruction and Flood Relief was established in the midst of floods as an operative (not political) national authority for relief and recovery

> Drafting a new set of rules, law and bylaws



KEY PRINCIPLES OF THE PROCESS:

RESPONSIVENESS

Population affected by floods

TRANSPARENCY ACCOUNTABILITY

General population and donors

Among other changes, the new Law included a new procurement model, adapted to post-disaster needs and key principles of the process listed above.



KEY RESPONSIBILITIES OF THE OFFICE FOR RECONSTRUCTION AND FLOOD RELIEF:

- **Data** collection, processing and verification
- Drafting of National Recovery Programs by sectors (including detailed information on damages, proposed measures and cost estimates)
- **Fundraising** (Office as the key focal point for donors and lenders)
- **Coordination** of aid disbursement
- Supervision of implementation (including public procurement)
- Approval of payments
- Ensuring transparency through reporting (to the Government, general public and donors)





MAKE COMPROMISES WITHOUT COMPROMISING THE OVERALL RECOVERY EFFORT

Sarajevo, <u>28</u>/9/2015



Key Advantages



INCREASED READINESS AMONG DONORS TO PROVIDE (ADDITIONAL) SUPPORT

DISASTER EFFECTS



POST-DISASTER NEEDS, MILLION EUR

SECTOR	RECOVERY	RECONSTRUCTION	TOTAL
Agriculture	40.6	111.4	151.9
Manufacturing	18.5	51.7	70.2
Commerce	12.8	144.5	157.3
Tourism	0.5	0.7	1.2
Mining and Energy	210.0	202.0	412.0
Housing	58.8	204.5	263.3
Education	2.0	4.3	6.3
Health	2.7	4.4	7.1
Culture	0.1	1.2	1.3
Transport	/	128.2	128.2
Communications	/	12.6	12.6
Water and Sanitation	3.5	24.0	27.5
Environment	2.8	38.7	41.5
Governance	2.3	14.1	16.4
Employment	46.4	/	46.4
Gender	2.0	/	2.0
TOTALS	402.7	942.3	1,345.0

FINANCIAL ASPECT OF RECOVERY





RECOVERY PROCESS



Over the past 11 months Serbia and its partners invested considerable resources into the recovery of:



DAMAGED HOUSES



FLOOD PROTECTION INFRASTRUCTURE



TRANSPORT INFRASTRUCTURE



PUBLIC BUILDINGS



POWER PRODUCTION AND DISTRIBUTION FACILITIES



CRITICAL LOCAL INFRASTRUCTURE



AGRICULTURE



SMEs

PROCESS OF GOVERNMENT AID DISTRIBUTION







ASSISTANCE FOR 442 FAMILIES

WHOSE HOUSES WERE DESTROYED IN FLOODS





198 FAMILIES RECEIVED FINANCIAL ASSISTANCE



Five categories of damages are defined, i.e. the following amounts of financial assistance:



The criteria for the distribution of the government aid are equal for all.



GOVERNMENT AID PROGRAM FOR TENANTS





On the basis of National Recovery Program for beneficiaries with damaged and destroyed family housing units, levels of financial assistance were also introduced for tenants who were renting housing units damaged or destroyed during the floods

GOVERNMENT AID PROGRAM FOR BUSINESSES





5 million EUR were provided to **1947 SMEs** as cash grants

ENERGY & MINING - total needs 412 million EUR



Pumping out water from the Kolubara open pit mine, Tamnava West Field and Veliki Crljeni

Recovery of damaged and destroyed mining and power distribution equipment

Financing purchase of coal and electrical energy. As a consequence, THERE WERE NO POWER SHORTAGES in Serbia during winter of 2014

WATER MANAGEMENT - total needs 25 million EUR



Total estimated value of works on damaged or destroyed flood protection infrastructure will be 20 million EUR

Works finalized on more than 120 locations in Serbia.



PUBLIC BUILDINGS – total needs 15 million EUR





Process of reconstruction of **60 public buildings** implemented with financial support of various donors and government funds:

- **21 kindergartens, primary and high schools** in Obrenovac, Šabac, Paraćin and Svilajnac reconstructed and furbished with EU assistance of **2 million EUR**
- Reconstruction and equipping of 25 schools, kindergartens and health, cultural and sports facilities with 4 million EUR of Norwegian Government donation

INFRASTRUCTURE – total needs over 200 million EUR





TRANSPORT INFRASTRUCTURE:

Roads
 Bridges
 Railways

reinstated with 50 million EUR of Government funds 15 million EUR from EU Solidarity Fund

CRITICAL LOCAL INFRASTRUCTURE:

reinstated with more than 10 million EUR from EU Solidarity Fund:

- Local transport infrastructure
- Water supply and sewage systems
- Local flood protection infrastructure

AGRICULTURE – total needs 152 million EUR





EU-FUNDED ASSISTANCE:

- Agriculture relief program of 8 million EUR implemented by FAO in cooperation with the Office ongoing. Aid packages for over 17,000 agricultural households in 29 municipalities affected by floods (saplings, animals, animal feed, equipment etc)
- Second phase with additional 1.5 million EUR of EU funds to be continued through FAO



Cattle breeders financed from the national budget with full replacement value for almost 5000 farm animals and farmers for 16,000 hectares

TRANSPARENCY



- All decisions made public: on notice boards in municipality and city administration buildings
- Lists of all interventions and all beneficiaries with type and amount of aid published on the Office's website **www.obnova.gov.rs**
- Information on all public procurements published on the Office's website www.obnova.gov.rs
- **Transparency Serbia** reported that public procurement mechanism based on the Law on Recovery of Flood Affected Areas in the Republic of Serbia gave positive results. It also stated that rules and practices which govern flood-related public procurement can be used to improve the regular public procurement mechanism in Serbia.
- The Protector of Citizens of the Republic of Serbia (Ombudsman) reported that thousands of citizens were gravely affected by the floods and that citizen solidarity, activities of government institutions, and in particular the transparent work of the Government of Serbia's Office for Reconstruction and Flood Relief and international assistance helped mitigate the flood consequences.





THANK YOU

