



Municipal Infrastructure Support Programme

An EU – funded project managed by the European Agency for Reconstruction



BUILDING TOGETHER FOR THE FUTURE

SOURCES OF FINANCING FOR MUNICIPAL INFRASTRUCTURE IN SERBIA 2008

Name	Origin	Purpose	Remarks and relation to MISP	Volume (M€)
National Investment Plan	Serbia	NIP was established in 2006.	NIP focuses on direct investments in the sectors Education, Health, Infrastructure, Economy, Housing, Sports&Culture, and Administration. In a number of EAR/MIASP projects co financing was established with NIP funds.	1.680
Environmental protection Fund (EPF)	Serbia	The financing of the preparation, development and implementation environmental and energy efficiency projects. Major attention was given to regional solid waste schemes and the closure of existing dumpsites. EPF started operation in 2005	Co financing was realized in 4 regional solid waste projects (Užice/Duboko, Pirot, Sremska Mitrovica and Prokuplje).	10 per year
Vojvodina Capital Investment Fund (VCIF)	Vojvodina, Serbia	VCIF started in 2007 and focuses on the support to municipal infrastructure projects in Vojvodina.	VCIF has 8 areas of interest: Energy, Education, Health, Water&Environment, Construction, Telecom, Agriculture and Technology.	270 per year
KFW	Germany	The WSS/water and sewerage program in medium sized municipalities is a grant/soft loan facility to support municipal infrastructure development. Co financing is possible. Loan is untied.	Program is implemented by MIA as from January 2008. A number of municipalities that have been supported by EAR/MIASP is participating.	32
		Facility for Environment and Climate Protection for 2008 onwards. Soft loan facility to support municipal infrastructure development by mixing loans and grants. Co financing is possible. Loan is untied.	KFW expressed interest to review co financing possibilities for the EAR/MIASP identified waste water projects.	unknown
SIDA 2008-2010	Sweden	The SIDA Country program 2008-2010 is targeting to support the environmental sector, with a focus on solid waste projects and the Environmental Protection Fund.	SIDA is reviewing the possibilities to support TA elements in EAR supported solid waste management projects.	7-8
Norwegian Program	Norway	Focus will be put on Institutional Building and Capacity Enhancement of the Public Administration (legal, justice, police...) the Ministry of Environmental Protection and general Institutional Building.	The Norwegian government has supported the preparation of the "Vrbas waste water project", but has shifted attention in 2007 to the energy sector.	20
Environmental Program	The Netherlands	Limited funds are available to support direct investments in national priority environmental projects.	The Dutch government supports the Vrbas waste water project with a grant of 1 M€.	unknown
PUM		Subsidized support to Serbian enterprises by making available short term senior expertise.	Targeted support for the solid waste project in Užice has been reviewed, but the PUC did not pursue their interest.	
Emerging Countries Loan Facility (ECF)	France	Soft loan facility to support infrastructure development (mass network transport and environment). Co financing is possible, but the loan is tied to purchase services and goods from French suppliers.	The French government has been reviewing co financing possibilities for the projects in Čačak, Kruševac (with MIASP) and Leskovac (with MIASP).	Unknown
Italian	Ministry of Foreign Affairs	Soft loan facility to finance SME's and PUC's via a credit line to local banks. Financing is tied to Italian suppliers. Facility targets 0.25 to 2.0 M€ investments	SLAP can function as a resource for the identification of candidate PUC's.	30