ADDENDUM TO FINANCING MEMORANDUM
2004/016-772
2004 PHARE NATIONAL PROGRAMME FOR ROMANIA

Within the Framework of Phare assistance to Romania, the Addendum outlined below has been agreed under the 2004 Phare Budget of the National Programme for Romania.

Article 1 – Nature and Subject


Article 2

All other Terms and Conditions of the Financing Memorandum 2004/016-772 remain unchanged.

Article 3

This addendum to the Financing Memorandum 2004/016-772 is drawn up in duplicate in the English language.

Article 4 – Entry into force

The addendum to the Financing Memorandum 2004/016-772 shall enter into force on the date of signature by both parties.

Bucharest
Date: 18 May 2004
For the Recipient

Mr. Sebastian Vladascu
Minister of Public Finance

Bucharest
Date: 18 May 2004
For the European Community

Mr. Jonathan Scheele
Head of European Commission Delegation to Romania
Annex to
THE ADDENDUM TO FINANCING MEMORANDUM
2004/016-772
2004 PHARE NATIONAL PROGRAMME FOR ROMANIA
1. **Objectives and Priorities**

This chapter describes the measures\(^1\) envisaged for flood damage re-habilitation and prevention under the three sub-programmes 3 to 5 of the existing 2004 National Phare programme.

**Subprogramme 3. Meeting the Obligations of the Acquis – 2004/016-772.03**

The amendment proposed to this sub-programme focuses on two of its priorities: 03.03 - Environment and 03.14 Transport: Road and rail safety as set out below.

**PHARE/2004/016-772.03.03 Environment protection**

The sector programme aims to strengthen the administrative, monitoring and enforcement capacities at all levels (local, regional and central level) in order to implement environmental legislation and to fulfil the EU requirements regarding the environmental acquis. This multi-annual programme addresses inter alia the following tasks relevant to floods damage:

<table>
<thead>
<tr>
<th>Phare priorities</th>
<th>Main tasks</th>
</tr>
</thead>
<tbody>
<tr>
<td>Waste management</td>
<td>• Strengthen institutional capacities at regional and local levels in implementing and enforcement of domestic waste and industrial waste management related legislation,</td>
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<tr>
<td></td>
<td>• Improve administrative capacity at regional level for investment planning and elaboration of regional waste management plans,</td>
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<tr>
<td></td>
<td>• Supply of waste monitoring equipment</td>
</tr>
<tr>
<td>Water quality</td>
<td>• Support to the River Basin Management Plan for the Ialomita-Buzau river basin</td>
</tr>
<tr>
<td></td>
<td>• Elaboration of an investment methodology for Water Framework Directive (WFD) within a River Basin</td>
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<tr>
<td></td>
<td>• Supply of computers and software for data collection, processing and visualization; hardware and software for GIS applications in respect of river basin management plans, quality monitoring equipment and staff training</td>
</tr>
<tr>
<td>Nature protection</td>
<td>• Strengthen institutional capacities at regional and local levels in implementing and enforcement of nature protection related legislation</td>
</tr>
<tr>
<td>GIS</td>
<td>• Introduce and maintain Geographical Information System (GPS) techniques</td>
</tr>
<tr>
<td></td>
<td>• Improve institutional management and technical performance of the staff</td>
</tr>
<tr>
<td></td>
<td>• Environment related GIS maps, supply of IT equipment</td>
</tr>
</tbody>
</table>

Within these priorities tasks may also include actions arising from flood damage rehabilitation and prevention needs.

**PHARE/2004/016-772.03.14 Assistance to implement the new safety aspects of the EU legislation in the field of road safety and to consolidate the railway restructuring**

Within this project tasks may also include actions that contribute to the capacity for developing a flood prevention strategy for Romania’s road and railway network.

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\(^1\) Each measure envisaged for implementation in this programme carries in the following the header **PHARE/2004/016-772** continued with a numbering system identifying the sub-programme and the measure itself.
SUBPROGRAMME 4. ECONOMIC AND SOCIAL COHESION 2004/016-772.04

Within this sub-programme Part 1 ‘Improving infrastructure, provision of SME support, environmental protection and improving access to education and training at regional level in order to enhance economic development’ is the most suitable section of the programme to support the flood damage rehabilitation. Nonetheless, in part 3 ‘Development of administrative capacities for Structural Funds management’ the administrative issues of preparedness and prevention of floods and disasters should also be addressed. The abovementioned parts 1 to 3 have the following priorities:

<table>
<thead>
<tr>
<th>PRIORITIES</th>
<th>MEASURES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Priority A: Improving regional infrastructure to support economic development</td>
<td>Regional and local transport, business and tourism infrastructure</td>
</tr>
<tr>
<td>Priority B: Human Resource Development</td>
<td>Tackling structural unemployment Improving long term labour market adaptability Actively combating social exclusion Improving access to education and region specific technical and vocational education and training system</td>
</tr>
<tr>
<td>Priority C: Development of the productive sector through support to SMEs</td>
<td>Support to SMEs, business start-up, micro-enterprises and business support service providers</td>
</tr>
<tr>
<td>Priority D: Environmental protection at regional level</td>
<td>Improving environmental protection at local and regional level SAMTID supervision</td>
</tr>
<tr>
<td>Priority E: (Horizontal IB) Building the institutional structures in order to achieve, upon accession, sound and efficient management of EU Structural Funds, and efficient management of programmes under EDIS requirements</td>
<td>Development of administrative capacities for Structural Funds management</td>
</tr>
</tbody>
</table>

Within these priorities the measures in the programme sections Phare/2004/016-772.04.01 and 04.03 may also include actions arising from flood damage rehabilitation and prevention needs.

SUBPROGRAMME 5. SPECIAL ACTIONS FACILITY-2004/016-772.05

PHARE/2004/016-772. 05.01 Support to administrations managing EC funds

It is proposed that this sub-programme may also cover additional expenditure required for technical assistance and project preparation in the context of floods damage rehabilitation and prevention measures. This shall apply inasmuch as the additional expenditure concerned is not more appropriately covered under other headings of expenditure or other programme.

2. INDICATIVE BUDGET

The amounts allocated to the various components in the 2004 National Phare Programme are not presently proposed to be changed. If other 2004 programme funds shall be re-allocated from other sub-programmes to floods related measures, it will be done within the limits and through the usual procedures foreseen in the existing Financing Agreement.
3. **SPECIAL CONDITION**

All actions taken under this programme shall be coherent with the Danube Basin Flood Action Plan as adopted in December 2004.

4. **CLOSING PROVISIONS**

All other provisions laid down in the National Phare programme 2004 remain unchanged.