

# **Railway Reform in Serbia**

**SEETO Working Group Railway and Intermodality, 15<sup>th</sup> - 16<sup>th</sup> of March 2012,  
Sarajevo**

## **I RAILWAY REFORM IN SERBIA**

### **Legal status of the „Serbian Railways“:**

In accordance with the Law on Railways and with adopted two Decisions in May 2011, JSC Serbian Railways are going to be organized as a holding company with four following daughter companies:

1. Infrastructure management;
2. Passenger transport and related maintenance;
3. Freight transport and related maintenance and
4. Assets management.

Establishment these four enterprises and full implementing a new organization structure are planning at the middle 2012.

### **Legislation activities on the new laws:**

1. **The Draft Law on Railways** is adopted by the Government and is still in parliamentary procedure.  
The Draft Law on Railways seeks to transpose certain provisions of European Directives 91/440, 95/18, 95/19, 2001/12, 2001/13 and 2001/14 and with Council Regulation 1370/2007.
2. **The Draft Law on railway safety and interoperability** is finished. We are expecting that the Government will submit the draft law to the Serbian Assembly by the end of March.  
It seeks to transpose certain provisions European directives 2004/49, 2007/59 and 2008/57.

## **II RAIWAY PROJECT IN SERBIA**

In accordance with Law on Budget for 2012 JSC Serbian Railway have subsidy about € 118 million for maintenance infrastructure and passenger transport.

Currently for Serbian Railways have the following projects financed through IFIs funds:

	<b>Creditor</b>	<b>Requested value</b>	<b>Project proposal</b>
1.	EUROPEAN INVESTMENT BANK <b>(EIB II)</b>	<b>€ 80.000.000</b>	Rehabilitation and modernization on the sections of the Corridor X network (Batajnica - Golubinci and Gilje - Cuprija - Paracin)
2.	EUROPEAN INVESTMENT BANK <b>(EIB III)</b>	<b>€ 200.000.000</b>	Modernization railway line on the section of the Corridor X <b>(Stara Pazova – Novi Sad)</b>
3	EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT <b>(EBRD II)</b>	<b>€ 60.000.000</b>	Procurement of 770 wagons, procurement supporting tyre lathe and reconstruction of the hall to accommodate lathe and procurement of related equipment for additional processing of wheels
4.	EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT <b>(EBRD III)</b>	<b>€ 100.000.000</b>	Procurement of 25 electric trains
5.	EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT <b>(EBRD IV)</b>	<b>€ 100.000.000</b>	Rehabilitation of key sections of Corridor X (total length of 112 k), including the procurement of mechanization of maintenance and procurement up to 15 multi-system locomotives
6.	EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT <b>(EBRD V)</b>	<b>€ 95.000.000</b>	Rehabilitation and modernization of the Corridor X network focussing on renewal of the section <b>Belgrade - Rakovica - Resnik</b> and rehabilitation of sections along Corridor X
7.	EUROFIMA	<b>CHF 43.000.000</b>	Procurement of 12 diesel engine sets
4.	CZECH REPUBLIC EXPORT BANK	<b>€ 120.000.000</b>	Reconstruction and modernization on the section of the Corridor X (railway line <b>Niš - Dimitrovgrad</b> )
8.	GOVERNMENT OF THE RUSSIAN FEDERATION	<b>\$ 800.000.000</b>	Construction of railway line <b>Valjevo – Loznica</b> , Building and Reconstruction <b>Belgrade Railway Junction.</b>
9.	KUWAIT FOND FOR ARAB ECONOMIC DEVELOPMENT	<b>€ 25.000.000</b>	The Phase 1 of construction of the Belgrade Center Railway Station

Also we have projects financed through IPA fund:

PROGRAM	SOURCE OF FUNDING	PROJECT TITLE	AMOUNT	PROJECT SCOPE
<b>IPA</b>	IPA-EC	Facilitation of Intermodal Transport in Serbia	€ 2.000.000	To establish the institutional framework for development of intermodal transport and logistics centers in the Republic of Serbia. To prepare documentation for construction of the intermodal centre on the selected location.
<b>IPA 2008</b>	IPA-EC	System of Analysis of Track Conditions	€ 3.000.000	To develop and introduce a track infrastructure survey and information system as assistance in planning of railway line maintenance and reconstruction and accurate monitoring of train movement, in accordance with EU standards.
<b>IPA 2008</b>	IPA-EC	Supervision of the Zezelj Bridge	€ 2.500.000	Supervision of works on the Zezelj bridge in Novi Sad
<b>IPA 2009</b>	IPA-EC	Žeželj Bridge – Rebuilding Serbian infrastructure	€ 31.200.000 + € 14.100.000 (co-financing)	Construction of the Zezelj Bridge in Novi Sad
<b>IPA 2008</b>	IPA-EC (PPF 3)	Project Preparation Facility	€ 448.000	Preparation of the FS and EIA for the modernization of the railway line Stara Pazova Novi Sad.
<b>IPA 2008</b>	IPA-EC	Technical assistance in reorganization of the JSC Serbian Railways	€ 500.000	Support in restructuring JSC Serbian Railways
<b>IPA 2011</b>	IPA-EC	Modernization of the Railway Pan European Transport Corridor X	€ 8.300.000	To prepare project documentation for the upgrade and modernization of the railway line between Novi Sad–Subotica-Hungarian Border and construction of a rail bypass around City of Niš.
<b>WBIF</b>	EIB-WBIF	Technical Assistance under the Western Balkans Investment Framework	€ 1.000.000	JSC Serbian Railways - Technical Assistance for Project Implementation Unit (PIU)
<b>WBIF</b>	EIB-WBIF	Technical Assistance for Railway Infrastructure	€ 800.000	Preparation the investment plan for the railway sector in Serbia during the period 2012-2021

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