Early Warning System

WB-P155842

Modernization and restructuring of the road sector

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Quick Facts

Countries	Croatia
Financial Institutions	World Bank (WB)
Status	Approved
Bank Risk Rating	B
Voting Date	2017-04-28
Borrower	Republic of Croatia, Ministry of Finance
Sectors	Transport
Investment Type(s)	Loan
Investment Amount (USD)	$ 23.33 million
Loan Amount (USD)	$ 23.33 million
Project Cost (USD)	$ 1,083.32 million

Project Description

According to WB website, the development objective of the Modernization and Restructuring of the Roads Sector Project for Croatia is to strengthen the institutional effectiveness, enhance the operational efficiency, and increase the debt service capacity of Croatia’s road sector. The project comprises of three components:

The first component, institutional strengthening and sector reforms objective to establish an institutional framework for the road sector, including through: financial transaction advisor; transport sector planning and road sector governance and monitoring; and implementation support.

The second component, operational restructuring of road sector companies’ objective is to implement management tools and carry out the revenue enhancement and cost rationalization actions required to improve operational and financial sustainability of the road sector companies, including through: road classification and standards; road asset management system; rationalization of operations and business functions - motorways; tolling; operational and business rationalization of hrvatske ceste (HC); and road safety.

The third component, debt optimization - up to EUR 4 billion of the road sector statement of expenditures (SOEs’) EUR 5.2 billion of debt may be optimized. International Bank for Reconstruction and Development (IBRD’s) direct involvement relates to a first refinancing mobilized by the government with the support of an investment project financing (IPF) guarantee objective is to mobilize commercial financing for the road sector SOEs to refinance their short term and expensive loans (guaranteed refinancing facility).

Investment Description

- World Bank (WB)

European Bank For Reconstruction And Development: USD 265,000,000.00
International Bank For Reconstruction And Development: USD 23,330,000.00
Foreign Private Commercial Sources (Unidentified): USD 424,300,000.00

Contact Information

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ACCOUNTABILITY MECHANISM OF WORLD BANK

The World Bank Inspection Panel is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by a World Bank-financed project. If you submit a complaint to the Inspection Panel, they may investigate to assess whether the World Bank is following its own policies and procedures for preventing harm to people or the environment. You can contact the Inspection Panel or submit a complaint by emailing ipanel@worldbank.org. You can learn more about the Inspection Panel and how to file a complaint at: http://ewebapps.worldbank.org/apps/ip/Pages/Home.aspx.

Bank Documents

- Concept Project Information Document-Integrated Safeguards Document - Modernization and restructurin [Original Source]
- Croatia - Modernization and restructuring of the road sector : P155842 - Implementation Status Resul
- Croatia - Modernization and Restructuring of the Roads Sector Project (English)
- Croatia - Modernization and Restructuring of the Roads Sector Project (English) [Original Source]
- Croatia/EUROPE AND CENTRAL ASIA- P155842- Modernization and restructuring of the road sector - Procu
- Croatia/EUROPE AND CENTRAL ASIA- P155842- Modernization and restructuring of the road sector - Procu
- Official Documents- Disbursement Letter for Loan 8749-HR (Closing Package)
- Official Documents- First Restatement of the Disbursement Letter for Loan 8749-HR (English)
- Official Documents- Loan Agreement for Loan 8749-HR (Closing Package)
- Official Documents- Supplemental Letter Ref. Performance Monitoring Indicators for Loan 8749-HR (Clo