Dear Mr. Spahiu,

Based on the request for budgetary impact assessment for the Draft Law on Ratification of the Loan Agreement between the Republic of Kosovo and Unicredit Bank Austria AG as a lender regarding the financing of the project for the construction of the water supply system for the Municipality of Istog presented by the Ministry of Finance (the following MoF), the budgetary impact assessment form prepared by MoF, the obligation under Article 9 of Law no. 03 / L-221 on Amending and Supplementing the Law No.03 / L-048 on Public Financial Management and Accountability, and Article 18 of Law no. 06 / L-020 on the Budget of the Republic of Kosovo for 2018.

Budget Department presents the following:
GENERAL ASPECTS FROM THE DRAFT LAW

This draft law aims to ratify the Loan Agreement between the Republic of Kosovo and Unicredit Bank Austria AG, signed on 27 November 2018, a loan for financing the project for the construction of the water supply system for the Municipality of Istog.
The agreement will be implemented by the Ministry of Environment and Spatial Planning, which will begin to be implemented by 2019.

THE OPINION ON BUDGETARY IMPACT ASSESSMENT (BIA) BY THE PROPOSING MINISTRY

The Ministry of Finance as a proposing body has prepared the budgetary impact assessment of this draft law and has presented it through the budgetary impact assessment form, which estimates and plans that this draft in order to be implemented has a cost of €5,094,246 for 2019.

Conclusion:

Ministry of Finance - Budget Department estimates that the activities foreseen for implementation of the Draft Law on Ratification of Loan Agreement between the Republic of Kosovo and Unicredit Bank Austria AG as lender regarding the financing of the project for construction of the water supply system for the Municipality of Istog in the amount of €5,094,246 are part of the budget projections to the Ministry of Environment and Spatial Planning through the mechanism of the investment clause for 2019-2021.

Prepared by:
Remzi Sylejmani, Budget Analyst in MEST

Confirmed by:
Milaim Aliu, Head of Central Budget Division