

Moldova: local government problems, challenges, opportunities

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Moldova

- Territory 33 846 km2
- Population 3 400 000
- GDP per capita USD 4177
- Capital Chisinau (about 800 000)
- Ethnic groups

69.6% - Moldovans 11.2% - Ukrainians 9.4% - Russians



Administrative-territorial structure

- 2nd tier of LPA Raions (32 raions), elected by political party lists while Presidents of raions are elected by raional councils
- 1st tier of LPA municipality level (898 communities), mayors are elected directly by people
- Autonomous region Gagauzia
- Transnistria special status region



Moldova



Main achievements (in last 5 years)

- Decentralization and local democracy started to be present in governmental programs as priority
- Strategy on decentralization and its action plan adopted in 2012
- > 1st stage of Local public finance reform started (2015)
- The voice of LGs from Moldova becoming stronger and louder (both at national and international level): EU, CoE, CEMR, NALAS, COREAP etc.
- Progress in institutional dialog between CALM (LGs) and Central Government. LGs gain the right to participate on Central Governmental sessions.
- > LGs gained the right to direct access to the Constitutional Court and to change the destination of agricultural land.
- Establishing of many partnerships with similar LGs organization (ZMOS one of the best example)



Key problems and challenges now (1)

- Poor understanding of the LG role and importance: both national and international level
- Centralization one of the main source of problems, including corruption, lack of effectiveness etc.
- At national level many declarations, strategies, plans. BUT NO REAL ACTIONS AND IMPLEMENTATION! Reforms without continuity and finality!
- At the level of partners of development from one side a lot of attention on fight with corruption, justice, economic/social development, improvement of public cervices etc. From another very little understanding of situation in EaP countries, in particular about role and importance of decentralization and consolidation of local autonomy in dealing with this issues. NO decentralization and strong local government, NO any justice, fight with corruption and development!

Key problems and challenges 2

- ➤ A lot of competencies without transfer of recourses. LGs don't need money....., they need.... RECOURCES!
- Missing 2nd stage of the reform liberalization of local taxes and consolidation of local revenues not allowing capitalization on the first stage
- Missing property evaluation of real estate not allowing to capitalize on the first stage
- Massive centralization attempts (education, police, regional development, public procurement, etc.)
- Correlation between decentralization/local democracy reforms and sectoral legislation with unfunded mandates
- Territorial fragmentation: a problem or an advantage/chance for real democracy

Key problems (international) 3

- Almost non-existent financial support for LGs on behalf of donors
- Centralized approach in basic services delivery still dominates at the donors level despite the declarations in support of the principle of decentralization and decentralized cooperation
- Rather weak promotion of the Decentralizatin, European Charter and of the local autonomy on behalf of donors and international organizations and strong leaning towards the central governments
- International aid provided to the central governments does not work



Importance of the role of the international partners

- > Situation is changing but still the Government listens more international partners than their own people
- > Without partners is difficult to implement any reforms
- Partners' understanding of the role of LGs is very poor
- Main target audience EU Delegation, member states, IMF, World Bank, EBRD, EIB, other donors

Priority dimensions of future cooperation

- Lobbying for decentralization, local autonomy or policy advocacy (both nationally and internationally)
- Fund raising under the conditions of extremely scarce international funds for LGs and politically partial financing available under the national public investment funds for local infrastructure

Lobbying & advocacy

- Main focus of actions
- Creation of international partnerships, platforms, ideas, arguments, materials for joint lobbying and advocacy

CEMR/Platforma, ALDA, CORLEAP, Congress Council of Europe, Visegrad + UA, MD, Georgia ???

- Two dimensions for advocacy
 - Lobbying for policies
 - > Lobbying for funds
- Communication and awareness raising for all actors both national and international, in Moldova and in EU



Policy lobbying

- Decentralization and local autonomy key element for national democracy
- Without addressing of these issues no funds will assure sustainability of the efforts, no moreover so capacity building, no justice and anti-corruption measures will be effective
- Understanding at EU level and much more attention than before but not yet reached the ground levels the importance of LGs
- Including of the LGs associations from Moldova, Georgia and Ukraine into EU structures dealing with LGs, regional development etc. (ex. CoR).

Fund raising lobbying

- Direct access and eligibility to EU programs (Europe for Citizens, etc.) for LGs from Moldova, Georgia, Ukraine.
- Budget support for LGs and LGAs instead actual bugjet support for Central Governent
- Special programs and EU funds for LGs (bottom up approach)
- Channeling of funds and modalities of programs administration (direct administration by donors versus national platforms)
- Transparency, participation in monitoring and steering structures, impartial project selection within national public investment funds for infrastructure
- Twinning and partnerships between LGs



Capacity building

- Setting up an permanent platform for communication, promoting and best practices exchange of Visegrad countries and capacity building of LGA and their members in different field: public services, waste, water, Energy Efficiency, institutional development etc. (NALAS model);
- Learning by doing as a general principle for capacity building for LGA
- Development center for LGs
- Monitoring and evaluation of decentralization and LGs reforms in Moldova, Georgia, Ukraine +.
- Joint/integral communication between LGs associations
- More in-depth after reforms and demand driven trainings instead of conventional trainings

Thank You!

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Thank You all and lets look in the future with trust!

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