Reforming Romanian Railways

Are we there yet?

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1. About Club Feroviar

- Railway and multimodal transport business consultancy services
- Railway Business Club networking business-matchmaking
- Institutional & governmental Lobby cross-media communication
1. About Club Feroviar

Objective:
The development of strong, competitive, integrated regional and Eurasian RAILWAY BUSINESS ENVIRONMENT
2. The reforming process - milestones

<table>
<thead>
<tr>
<th>Year</th>
<th>Event</th>
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<tr>
<td>1991-1996</td>
<td>Privatisation of some production units</td>
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<td>1998</td>
<td>Reorganisation of the economy</td>
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<td>2001</td>
<td>First private rail freight entered the market</td>
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<td>2004</td>
<td>First railway passenger operator entered the market</td>
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<td>2007</td>
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<td>IMF agreement – structural reforms involved</td>
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3. Romanian Railway Infrastructure – facts & figures

Length of railway network: 10,818 km
of which:

- electrified: 4,002 km
- non-electrified: 6,816 km
- double track: 2,909 km
- single track: 7,771 km

- 17,691 km public infrastructure managed by CFR
- 2,519 km CFR’s private infrastructure
- 13,727 km – main lines
- 6,483 km – station (deflecting) lines
3. Rail freight operators market share (%)

*Ministry of Transports and Infrastructure 2011, Competition Council Report 2012
3. Competition on the rail freight market

* Ministry of Transports and Infrastructure 2011, Competition Council Report 2012
3. Market share (%) of private rail freight operators

*Source 3rd railway market monitoring report, August 2012*
3. Favourable conditions for rapid market share*

- Time correlation of investment with the economic and political reforms undertaken by authorities
- The transition phase included an institutional vacuum
- Reduced market entry cost
- Good knowledge of the railway sector accumulated while working for the state owned railways

* Ludvigsen J. and Osland O., Liberalisation of Rail Freight Markets in the Old and New EU-Member States, European Journal of Transport and Infrastructure Research, Issue 9, March 2009
3. Market share (%) of rail passenger operators

*CFR Calatori, 2012

UNECE Working Party on Rail Transport, 9 November 2012, Geneva
Railway passenger transport evolution (2009 - 2010, passenger-km)

*Source 3rd railway market monitoring report, August 2012*
5. New organisations/modified organisational structures

The Romanian Railway Authority – AFER

- ASFR – Romanian Railway Safety Authority
- ONFR – Romanian Railway Notified Body
- OIFR – Romanian Railway Investigation Body
- OLFR – Romanian Railway Licensing Body

Railway Supervisory Council

- Firstly established within the Ministry of Transport and Infrastructure – lack of independence
- Last year, moved under the Competition Council
- This year, ministry representatives no longer among its board members
Are we there yet?

Thank you!

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