

**REPORT ON THE IBRD LOAN ACCOUNT**

**OF THE MINISTRY OF EDUCATION**

**LOAN (8481 - RO) FOR THE ROMANIA SECONDARY EDUCATION PROJECT**

**FOR THE PERIOD STARTING FROM JANUARY 1st, 2021 UP TO DECEMBER 31st, 2021**

MINISTRY OF EDUCATION  
LOAN (8481-RO) FOR THE SECONDARY EDUCATION PROJECT  
31 DECEMBER 2021- all the amounts are expressed in EUR, unless otherwise stated

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## **INDEPENDENT AUDITORS' REPORT**

**To the management of**

**Ministry of Education – Project Management Unit with External Financing - The Secondary Education Project financed through the IBRD Loan 8481-RO**

### **Report on the Project Financial Statements**

#### **Opinion**

1. We have audited the accompanying Project financial statements of the Secondary Education Project which comprise the Project Sources and Uses of Funds for the period January 01, 2021 – December 31, 2021 (the Financial Schedules). The Project financial statements consisted of statement of resources and uses of funds, Statement of expenditures, Financial statement of the loan, Project commitment, Accounting policies and records, Bank Accounts Utilized within Project, Statement of designated accounts and Notes to project financial statements. The project is financed by the International Bank for Reconstruction and Development (IBRD) through the Loan no. 8481 – RO signed on April 17, 2015.
2. In our opinion, the accompanying Project Financial Statements for the period 1 January 2021 to 31 December 2021 are prepared, in all material respects, in accordance with the Cash basis of accounting principles, practices and relevant World Bank guidelines issued for the IBRD Loan-8481 (Romania Secondary Education Project).

#### **Basis for Opinion**

3. We conducted our audit in accordance with International Standards on Auditing (ISAs) including ISA 800 *“Special Considerations – Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks”* and according to the corresponding requirements of the World Bank. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Project Financial Statements* section of our report. We are independent of the Project in accordance with ethical requirements that are relevant to our audit of the financial statements in Romania, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Material Uncertainty Related to Going Concern**

4. We draw attention to Note 5 to the Project Financial Statements which describes the going concern basis of preparation. Financing has been reduced compared to planned budget for the project. The objectives of the project are delayed due to the aforementioned issue. Our opinion is not modified in respect of this matter.

### ***Emphasis of Matter***

5. We draw attention to Note 4 to the Project Financial Statements which describes the basis of accounting. The Project Financial Statements are prepared in accordance with Cash basis of accounting principles, practices and relevant World Bank guidelines issued for the IBRD Loan-8481 (Romania Secondary Education Project), to assist the Project in complying with the financial reporting provisions of the contract referred to above. As a result, the Project Financial Statements may not be suitable for another purpose. Our report is intended solely for the UMEFP and IBRD. Our opinion is not modified in respect of this matter.
6. We draw attention to Note 6 to the Project Financial Statements which describes the Subsequent Events. Amendment No.3 to the IBRD loan-8481 was approved by the World Bank and endorsed by the Ministry of Finance on 21 July 2022 . The period for the project has been extended until 30 November 2024. The Government decision approving this amendment is pending. Our opinion is not modified in respect of this matter.

### ***Responsibilities of Management and Those Charged with Governance for the Financial Schedules***

7. Management is responsible for the preparation of the Project Financial Statements in accordance with cash basis of accounting and the General Conditions for the loans issued by IBRD and for such internal control as management determines is necessary to enable the preparation of the Project Financial Statements that are free from material misstatement, whether due to fraud or error.
8. In preparing the Project Financial Statements, management is responsible for assessing the UMEFP's ability to continue as a going concern, disclosing, as applicable matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the UMEFP or to cease operations, or has no realistic alternative but to do so.
9. Those charged with governance are responsible for overseeing the UMEFP's financial reporting process.

### ***Auditor's Responsibilities for the Audit of the Financial Schedules***

10. Our objectives are to obtain reasonable assurance about whether the Project Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on a basis of these Project Financial Statements.
11. As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Project Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain and understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Project Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusion are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by management.

12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**MAMAS KOUTSOYIANNIS**

Registered in the Electronic Public Register of Financial Auditors and  
Audit firms number AP1515

Registered at the Authority for Public Supervision of Statutory Audit (ASPAAS) under  
the nr. 134672/ 20 May 2022

**On Behalf of MOORE STEPHENS KSC ASSURANCE S.R.L.**

Registered in the Electronic Public Register of Financial Auditors and  
Audit firms number AF1266

Registered at the Authority for Public Supervision  
Of Statutory Audit (ASPAAS)  
Under the nr. 134733/ 21 June 2022



Bucharest, 14 September 2022

## Appendix 1

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
1	Facultatea de Ingineria Mediului și Știința Alimentelor	63/SGU/NC/I din 20.11.2017	670,260	261,109.04	118,035
2	Universitatea Tehnică "Gheorghe Asachi" din Iași-Reactionează chimic cu mediul de la TUIASI	129/SGU/PV/II	560,412	199,091.17	116,774
3	Universitatea „Lucian Blaga” din Sibiu-Bridge summer school-ULBS	143/SGU/PV/II, din 27.05.2019	1,117,672.80	296,502.86	210,592
4	UNIVERSITATEA DIN CRAIOVA- "Vara experimentului la Științe"	AG302/SGU/PV/III/18.06.2020	567,852	198,985.11	127,371
5	Universitatea din Craiova-III/PV/22 - Facultatea de Mecanica - VIITOR STUDENT (VIISTUD)	303/18.06.2020	567,850.77	353,579.85	176,790
6	Universitatea Tehnică "Gheorghe Asachi" din Iași-Facultatea de Mecanică-Școala de vară pentru elevi "Vreau să fiu student" MECSTUD	329/SGU/PV/III/22.06.2021	378,568	201,262.59	107,953
7	UNIVERSITATEA VALAHIA DIN TÂRGOVIȘTE-Centrul de Învățare "Pro Academica" - Servicii și suport logistic pentru studenți	81/SGU/CI/II din 18.12.2017	907,844	243,553.26	166,109
8	Facultatea de Inginerie Electrică, Universitatea Tehnică din Cluj-Napoca-Educație și consiliere în cariera pentru scăderea ratei de abandon la Facultatea de Inginerie Electrică din Cluj-Napoca(EDCONS_FIE)	39/SGU/NC/I/23.11.2017	680.070	234,176.03	214,613
9	UNIVERSITATEA „LUCIAN Blaga” DIN SIBIU-STUDII UNIVERSITARE PENTRU O CARIERĂ DE SUCCES (SUCCEED)	42/ 23.11.2017	681,266	274,086.03	201,359
10	UNIVERSITATEA „LUCIAN Blaga” DIN SIBIU-Îmbunătățirea Retenției Școlare - ULBS	44/ 23.11.2017	671,341.80	290,811.40	250,447
11	Facultatea de Ingineria Electrică, Electronică și Tehnologia Informației. Universitatea "Valahia" din Târgoviște-Mentorat pentru	53/SGU/NC/I	679,320	196,739	102,412



**MOORE**

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
	<i>Integrarea și Dezvoltarea Academică a Studenților (MIDAS)</i>				
12	UNIVERSITATEA DIN CRAIOVA- "FIE: o vară în studenție" (FIE - Vast )	109/SGU/PV/II/24.04.2019	560,282.87	198,587.03	133,501
13	UPG PLOIESTI-Dezvoltare profesionala prin valorizarea competentelor si informare	176/SGU/NC/II / 10.09.2019	694,710	192,782	202,578
14	UNIVERSITATEA MARITIMA DIN CONSTANTA-"Construiește alături de noi"	AG 178/SGU/NC II/10.09.2019	585,184	214,682.24	183,908
15	Universitatea „Ștefan cel Mare” din Suceava-MOTIVIS (Motivatie si performanta in invatamantul economic superior, prevenirea abandonului in sistemul educational universitar)	237/SGU/NC/II din 25.11.2019	700,500	241,520.77	136,375
16	Facultatea de Silvicultura - Univerisitatea Stefan cel Mare din Suceava-Educatie si Prietenie, Invatare si Colaborare pentru reducerea abandonului universitar de catre studentii	245/SG4/NC/II din 26.11.2019	700,513	256,903.81	156,900
17	UNIVERSITATEA MARITIMA DIN CONSTANTA-"Construiește alături de noi"	AG275/SGU/NC/II/25.11.2019	700,515	283,849.09	203,508
18	Universitatea Babeș-Bolyai, din Cluj-Napoca-CENTRUL DE ÎNVĂȚARE UEM – REAL STUDENTS' DREAMS	298/SGU/CI/III/19.12.2019	1,322,617	799,768.66	618,553
19	Universitatea Tehnica Gh. Asachi din Iasi – SMART DESIGN	312/SGU/PV/III	189,072	186,417.50	124,415
20	Universitatea „Alexandru Ioan Cuza” din Iași-Cum ajung profesor/antrenor (CAPA)	321/SGU/PV/III din 18.06.2020	374,940	200,354.72	119,419
21	Universitatea din Craiova, Facultatea de Mecanica-Sprijinit in facultate,inginer de calitate	326/ SGU/PV/III/18.06.2020	378,568	181,983.84	105,430
22	Universitatea POLITEHNICA București-"Hai la facultate! Program de vară pentru elevii de liceu - StudUPB"	AG332/SGU/PV/III / 22.06.2020	2,359,837.50	832,650.96	514,505
23	Universitatea Națională de Artă Teatrală și Cinematografică „I.L.	338/SGU/PV/III/14.07.2020	378,568		

**MOORE**

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
	Caragiale"-A fi sau a nu fi student UNATC - AS UNATC			183,450.22	69,512
24	Universitatea din București, Facultatea de Biologie-Școala de vară – „Viitor în Științele Vieții și Pământului” (BIO-ASPIRE)	343/SGU/PV/III/10.08.2020	567,852	193,062.54	114,436
25	UMF „Gr. T. Popa” Iași-Sprijin pentru studenții din anul I studii de licență din cadrul Facultății de Medicina Dentară în vederea prevenirii abandonului școlar prin organizarea de programe remediale, consiliere, îndrumare și dezvoltare personală - DENTIS UP	355/SGU/SS/III	544,420	264,482.23	135,647
26	UNIVERSITATEA MARITIMĂ DIN CONSTANȚA-”Construiește alături de noi”	359/SGU/SS/III din 10.09.2020	658,127	470,788.03	163,190
27	Universitatea din Craiova, Facultatea de Mecanică-Sprijinit în facultate, inginer de calitate	364 / SGU/SS/III/10.09.2020	541,811	297,578.73	123,038
28	UNIVERSITATEA MARITIMĂ DIN CONSTANȚA-”Construiește alături de noi”	379 /SGU/SS/3/15.09.2020	706,824	340,226.84	139,636
29	Universitatea de Vest din Timișoara, Facultatea de Drept-Stimularea competitivității și productivității în cadrul UVT	390/SGU/SS/III	709,035	414,353.48	183,049
30	Universitatea de Vest din Timișoara (UVT)-West Summer University	393/07.10.2020	2,366,050	489,472.74	258,955
31	Universitatea Tehnică din Cluj Napoca- Engineering Summer University - ESU	395__ / _13.10.2020	761,336.24	292,273.41	218,480
32	LICEUL TEORETIC ION CREANGA TULCEA-ÎMPREUNĂ PENTRU O ȘCOALĂ DE SUCCES	792/SGL/R/II/02/11/2018	451,290	159,822.45	80,636
33	Academia de Studii Economice din București/Facultatea de Administrație și Management Public	222/SGU/NC/II din 18.09.2019	698,179.95	176,984	164,352
34	Universitatea ”Dunărea de Jos” din Galați/ Facultatea de Educație Fizică și Sport	180/SGU/NC/II din 11.09.2019	351,190	220,209	121,115
35	Universitatea Tehnică ”Gheorghe Asachi” din Iași-Student ELECTRO la TUIASI	120/SGU/PV/II	560,412	203,925.23	114,198



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No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
36	LICEUL TEHNOLOGIC "SAVA BRANCOVICI"	SGL 21/RI/27.06.2017, RUNDA I	450,050	108,314	66,664
37	LICEUL TEHNOLOGIC ALEXANDRU VLAHUTA SENDRICENI	SGL/RI/64/27.06.2017	450,024	134,999.71	82,690
38	COLEGIUL TEHNIC CTT - COMPETENTA, TENACITATE, TRANZITIE	SGL/RI/89 din data de 27.06.2020	450,000	142,420.84	70,012
39	SEMINARUL TEOLOGIC ORTODOX EPISCOP IOAN POPASU CARANSEBES	SGL/RI/102 din data de 27.06.2017	315,015	106,715.00	108,349
40	LICEUL TEOLOGIC REFORMAT, TG. SECUIESC	120/27.06.2017	315,000	108,860.70	38,257
41	LICEUL CU PROGRAM SPORTIV IASI	SGL/RI/177/27.06.2017	449,190	145,548.52	96,794
42	Liceul Tehnologic Economic „Nicolae Iorga” Pașcani	SGL/RI/184/27.06.2017	450,050	103,532.62	73,695
43	Liceul Tehnologic Agricol "M. Kogălniceanu" Miroslava	SGL/RI/188/27.06.2017	450,050	126,478.30	101,010
44	Liceul Tehnologic Nr.1 Și Eu Pot Reuși	230/27.06.2017	450,050	100,059.50	63,922
45	Liceul Tehnologic DACIA Pitesti Dacia poarta spre viitor!"	319/SGL/R.II/ din 01.10.2018	688,217	195,520.10	143,896
46	LICEUL TEHNOLOGIC DUILIU ZAMFIRESCU Dragalina Scoala-acces spre viitor	SGL/RII/332/ 01.10.2018	451,286	110,060.83	57,202
47	Liceul Teoretic "Petru Maior" Gherla- "Ferestre deschise spre un viitor de succes!"	344/SGL/R II din 01.10.2018	451,289.90	117,095.71	72,405
48	LICEUL TEHNOLOGIC VOINEȘTI- Ne pregătim pentru viitor!	SGL/RII/361 din 01.10.2018	451,290	110,397.42	87,097
49	LICEUL TEORETIC Ion Heliade Radulescu - CONSTRUIM IMPREUNA VIITORUL !	SGL/R II/363 DIN 01.10.2018	451,290	102,288.63	73,498
50	Liceul „AUREL RAINU" Fieni- Educatie – sens unic spre Succes!	SGL/ R II/ 366 din 01.10.2018	451,290	100,988	58,275

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No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
51	Liceul Tehnologic „Székely Károly”- Succes la bacalaureat – succes în viață	410/SGL/R II./01.10.2018	451,290	128,060.28	121,464
52	COLEGIUL ECONOMIC "HERMES" PETROȘANI- A.D.M.I.S. Atitudine-Dăruire-Muncă-Implicare-Succes	420/SGL/Runda II	451,290	145,289	79,740
53	Liceul Tehnologic " Înaltarea Domnului " Slobozia-"PREGATIRE PENTRU DESAVARSIRE PROFESIONALA SI COMPETITIVITATE - PPDPIC"	435/SGL/R II/2018	451,284	164,977.45	90,001
54	LICEUL TEHNOLOGIC VLADENI- Împreună pentru viitor	SGL/RII/444/01.10.2018	315,903	107,536.27	105,254
55	SEMINARUL TEOLOGIC ORTODOX "SF. VASILE CEL MARE", IAȘI-Viitorul Începe Acum (Via)	447/SGL/Runda II	315,903	118,986.98	82,037
56	Liceul Tehnologic "Nicolae Bălcescu" Voluntari- "Împreună pentru succes" IPS	451/SGL/R II/01.10.2018	688,214.06	100,021.38	63,707
57	LICEUL "ȘTEFAN CEL MARE", SAT CODĂEȘTI- Împreună Vom Reuși! (Rezultate-Educație-Unitate-Speranță-Implicare)	541/SGL/Runda II	315,903	126,404.25	70,136
58	LICEUL DE ARTA GH TATTARESCU FOCSANI-" Investim în educație! Investim în viitor !	562/SGL/RII	315,902	100,033.27	63,615
59	Liceul Tehnologic Energetic "Elie Radu", Municipiul Ploiești- "Consiliere, Atitudine si Responsabilitate pentru Adolescentii din Colegiul Tehnic "Elie Radu" (CHARACTER)"	715/S.G.L./R II/ 02.10.2018	687,580	101,540	67,289
60	Colegiul Tehnic „Petru Mușat” Suceava-CONTINUĂ, E ȘANSA TA!	753/SGL/R II/02.10.2018	451,290	113,619.92	125,670
61	LICEUL TEORETIC ION CREANGA TULCEA-ÎMPEUNĂ PENTRU O ȘCOALĂ DE SUCCES	792/SGL/RII/02/11/2018	451,290	159,822.45	57,984
62	LICEUL TEHNOLOGIC "Eötvös József"-Șansă pentru un bacalaureat reușit	816/13.10.2020	505,298	138,379.54	84,230

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No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
63	LICEUL TEHNOLOGIC PAMFIL ȘEICARU-Susținem elevul să experimenteze succesul examenului de maturitate	825/13.10.2020	508,290	115,149.84	72,700
64	Liceul Tehnologic „Anghel Saligny” Turț, județul Satu Mare -, „Împreună spre succes”	841/SGL/RIII/13.10.2020	332,619	112,944.07	81,858
65	COLEGIUL TEHNIC Cibinium Sibiu-Un pas spre Reusita	844 13 october 2020	332,619	140,120.36	87,591
66	LICEUL TEORETIC"GH.M.MURGOCI" MACIN-"EDUCATIA DE AZI, CARIERA DE MAINE"	862/SGL/RIII/13.10.2020	232,833	114,995.70	81,706
67	Liceul Teoretic Cujmir, Cujmir-„UN PAS CĂTRE SUCCES!”	SGL/RIII/909/15.10.2020	332,619	129,016.44	62,941
68	LICEUL TEHNOLOGIC DE VEST-O ȘCOALĂ PENTRU VIITOR	914/15.10.2020	332,619	111,990	65,986
69	Liceul Tehnologic „Ion Căian Românul”-Reusita la bacalaureat,reusita in viata”	SGL/R1/54 din 27.06.2017	315,035	112,410	75,803
70	COLEGIUL TEHNIC DIMITRIE DIMA-SE POATE SI MAI BINE	SGL RI/12 din 27.06.2017	677680	172,055.49	71,092
71	LICEUL TEHNOLOGIC CONSTRUCȚII DE MAȘINI MIOVENI-Success	SGL/RI/17 din 27.06.2017	686,250	222,760.34	152,722
72	LICEUL TEHNOLOGIC COSTESTI-Bacalaureatul,start spre viitor!	SGL/R I /19/27.06.2017	450,050	101,363.80	61,892
73	LICEUL TEHNOLOGIC MIRCEA VULCANESCU-Educatia mea, viitorul meu	SGL/RI/29/27.06.2017	450,000	100,301.20	48,145
74	LICEUL SILVIC TRANSILVANIA-MAI BINE PREGATITI PENTRU VIATA	SGL/R1/52 DIN 27.06.2017	450,050	127,078.61	66,081
75	COLEGIUL „NICOLAE TITULESCU” BRAȘOV-Bacalaureat reușit – acces spre viitor	SGL/R. 1/ 66 din data 27.06.2017	450,050	174,520.69	115,473
76	LICEUL TEHNOLOGIC "MIHAI NOVAC " ORAȘIȚA-ȘCOALA ESTE VIITORUL TĂU	SGL/R1/98 DIN 27.06.2017	686,250	130,000	90,096

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
77	Liceul Tehnologic „Mihai Eminescu” Dumbrăveni EU POT, EU VREAU, NOI REUȘIM!	SGL/RI/229 din 27.06.2017	450,000	109,215.24	57,686
78	COLEGIUL VASILE LOVINESCU-SANSE EGALE PENTRU DEZVOLTARE PERSONALA SI PROFESIONALA	SGL/RI/234 DIN 27/06/2017	686,326	155,544.41	109,083
79	LICEUL TEHNOLOGIC "ION MINCU" VASLUI-Bacalaureat - Reușită - Ambiție - Voință - Oportunitate (BRAVO!)	SGL/RI/266	686,326	100,000.00	68,598
80	LICEUL PEDAGOGIC "D.P.PERPESSICIUS" BRAILA	SGL/RII/329 din 01.10.2018	315,903	100,032	58,019
81	UNIVERSITATEA DIN CRAIOVA, FACULTATEA DE HORTICULTURĂ-Să descoperim viața de student la Horticultură	337/26.06.2020	566,118	328,474	220,037
82	UNIVERSITATEA "ALEXANDRU IOAN CUZA" din IAȘI, Facultatea de Drept-O șansă pentru mine, o șansă pentru performanță în justiție! (Perform Just)	345/SGU/SS/III din data de 8.09.2020	709,815	184,803	97,561
83	LICEULTEHNOLOGIC CORBU-Competența-orientare-Responsabilitate-Beneficiu-Utilitate	411/SGL/RUNDA II	451,290	131,490.93	82,572
84	COLEGIUL NAȚIONAL "DECEBAL" DEVA-" Mereu mai buni "	SGL/RII/418 din 01.10.2018	451,290	130,733.68	55,331
85	LICEUL TEHNOLOGIC CRIȘAN CRIȘCIOR-Reușești cu ROSE!	419/SGL/RII/01.10.2018	451,290	103,487	71,178
86	LICEUL "ȘTEFAN PROCOPIU" VASLUI-"PAȘI SPRE SUCCES" (PASS)	545/SGL/RII	688,217.25	161,629	97,568
87	LICEUL CU PROGRAM SPORTIV BISTRITA-REUSESTE PRIN EDUCATIE	606/SEL/RII DIN 02.10.2018	451,290	102,228.72	63,742
88	LICEUL TEHNOLOGIC TELCIU-"PRIN MUNCA SPRE SUCCES"	611/SGL/R II DIN 02.10.2018	450,050	107,870	49,664
89	Seminarul Teologic Liceal Ortodox „Sfântul Ioan Iacob” Dorohoi-Performanțe crescute pentru un bacalaureat de succes"	SGL/RII/630/02.10.2018	315,903	104,825.88	55,891

**MOORE**

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
90	COLEGIUL TEHNIC MIHAI BRAVU-Succesul ajunge la tine - SALT	646/SGL/RII/02.10.2018	688,216	107,444.55	67,613
91	LICEUL TEHNOLOGIC NIKOLA TESLA-Performanta prin Educatie, Tehnologie si Inovare (P.E.T.I.)	652/SGL/Runda II	688,200	107,325.86	36,744
92	LICEUL TEHNOLOGIC "PANAIT ISTRATI"-REUȘIM ÎMPREUNĂ	888/13.10.2020 RUNDA III	329,426	100,000	51,000
93	COLEGIUL ECONOMIC ION GHICA BRAILA-Rezultate Onorabile Succes Eficient	889/13.10.2020	332,618	100,000	75,904
94	CENTRUL ȘCOLAR PENTRU EDUCAȚIE INCLUZIVĂ „ALBATROS” CONSTANȚA-ȘI EU POT!	SGL/RI/112/27.06.2017	315,035	127,838.88	55,317
95	LICEUL CU PROGRAM SPORTIV VASLUI-Tu ești important ! (TEI !)	SGL/RI/268/27.06.2017	450,050	164,675.66	104,257
96	UNIVERSITATEA DIN CRAIOVA-Facultatea de Litere-Învăț pentru siguranța viitorului tău	305/SGU/PV/III din data de 18.06.2020	565,938	357,532,22	157,314
97	Universitatea Tehnica "Gheorghe Asachi" din Iasi- Facultatea de Design Industrial si Managementul Afacerilor-Fashion Bootcamp	330/SGU/PV/III din 22.06.2020	186,760	185,608.75	135,095
98	Universitatea de Vest din Timișoara, Facultatea de Matematica si Informatica-CONSiliere,Tutoratsi Instruire specifica pentru educatie Universitara Eficienta in domeniul Matematicii si Informaticii	389/SGU/SS/III	706,474	425,665.41	167,605
99	LICEUL TEORETIC CAROL I FETESTI-SUCCES LA BAC-SUCCES PENTRU VIATA	432/SGL/RII	450,050	124,244.86	54,667
100	Liceul Teoretic „T. Vladimirescu”- „Pași siguri către Bacalaureat”	523/SGL/RII/1.10.2018	451,284	134,398	76,380
101	COLEGIUL „ȘCOALA NAȚIONALĂ DE GAZ” MEDIAȘ- ȘANSA NOII GENERAȚII (SNG)	531/SGL/II/01.10.2018	451,290	127,297.50	77,227
102	COLEGIUL NATIONAL KEMAL ATATURK-MOTIVATIE, REUSITA, VIITOR(MRV)	SGL/RII/691 din 02.10.2018	451,290	100,004	41,002



**MOORE**

No.	Beneficiaries	Grant No./approval date	Approved Grant Amount	Grant Spent in 2021	Amount Tested
103	LICEUL TEHNOLOGIC "STEFAN CEL MARE" CAJVANA-COMPETENTE PENTRU LICEENII CAJVANEI	762/SGL/RII 02.10.2018	451,250	188,925	102,136
104	LICEUL TEORETIC NOVACI , CUI 4666100-„CREZI IN TINE !"	SGL/RIII / Nr. 905/ 15.10.2020	332,619	123,045	68,770
105	Teoretic Jozef Gregor Tajovsky - Împreună dăm valoare școlii	294/SGL/RII din 01.10.2018	451,290	180,382	75,867
106	COLEGIUL TEHNIC „GENERAL GHEORGHE MAGHERU" - VIITORUL MEU!	SGL/RII/399	451,290	108,048.43	73,488
107	LICEUL TEHNOLOGIC ENERGETIC DRAGOMIR HURMUZESCU DEVA-ÎNVAȚĂ ȘI CONTINUĂ	820/SGL/RIII/13.10.2020	332,619	139,330.78	81,833
108	Colegiul Economic Emanuil Gojdu Hunedoara-Alege sa fii educat!	823?SGL/RIII din 13.10.2020	332,619	101,911.40	56,700
109	CENTRUL SCOLAR PENTRU EDUCATIE INCLUZIVA "ELENA DOAMNA"FOCSANI-"PROMOVAREA BACALAUREATULUI-SANSA INTEGRARII SOCIALE"	867/SGL/RIII/13.10.2020	332,619	173,007.77	113,708
110	Liceul Tehnic Azur, Timisoara – Împreuna spre succes	AG 774/SGL/RII	451,210	140,360	116,361
111	Liceul Tehnologic "Nicolae Teclu" Copșa Mică-ALEG Educatia – optiunea corecta pentru un viitor mai bun („AlegE")	842/13.10.2020	332,619	120,363.34	50,551
112	Liceul Tehnologic „Vladeasa Huedin-„SUCCES GARANTAT"	794/13.10.2020	332,585	100,000.00	69,174
113	COLEGIUL TEHNIC "CONSTANTIN BRANCUSI" ORADEA	AG 594	451,290	100,379	121,043
114	Liceul Tehnologic „Decebal”-„Liber să înveți"	SGL/RIII/ 827/13.10.2020	507,243.81	100,050	55,616
115	LICEUL DE ARTE VICTOR BRAUNER- „CARTA-Competente si	834/13.10.2020	232,833	108,015.84	71,523



<b>No.</b>	<b>Beneficiaries</b>	<b>Grant No./approval date</b>	<b>Approved Grant Amount</b>	<b>Grant Spent in 2021</b>	<b>Amount Tested</b>
	abilitati pentru Reusita Tinerilor Artisti"				
116	LICEUL TEHNOLOGIC „ȘTEFAN CEL MARE ȘI SFÂNT” VORONA-Bucurie, aliludine, competență - BAC	887/13.10.2020	332,619	107,955.32	83,985
117	Liceul Tehnologic "Decebal"- Jurnal de BAC: Azi elev, mâine bacalaureat-JBAEMB	AG 677	451,288	104,154.42	47,656
	<b>Total</b>		<b>61,543,548.02</b>	<b>20,749,448.70</b>	<b>12,893,236</b>

Note: The above appendix represents a selection of 10% of the grant beneficiaries, verified in terms of compliance with the POM procedures, the Loan Agreement and the Grant Manuals according to the requirements of the terms of reference.

**MINISTRY OF EDUCATION**  
**LOAN (8481-RO) FOR ROMANIA SECONDARY EDUCATION PROJECT**  
**31 DECEMBER 2021- all the amounts are expressed in EUR, unless otherwise stated**

**LIST OF ABBREVIATIONS**

MoE - Ministry of Education

U.M.E.F.P - Unit for the Management of Externally Financed Projects, which ensures the implementation of the Romania Secondary Education Project

ROSE - Romania Secondary Education Project

IBRD - International Bank for Reconstruction and Development

Loan - the Loan Agreement (8481 – RO) for the Romania Secondary Education Project

MoF - Ministry of Finances

GoR - Government of Romania

## GENERAL INFORMATION

### *Reporting entity*

The Loan Agreement is implemented by the Ministry of Education of Romania by means of the UMEFP within the entity.

### *Loan Agreement*

Romania has received the loan no. 8481-RO in amount of 200 million Euros from the International Bank for Reconstruction and Development (IBRD) to support the implementation of the Secondary Education Project. The Loan agreement no. 8481 RO between Romania and IBRD was signed at Washington on April 17, 2015 and ratified by law 234/08 October 2015. The subsidiary agreement between Ministry of Public Finance (MoPF) and Ministry of Education and Research (MoER) was signed on December 24, 2015.

The Project Development Objectives (PDO) are to improve the transition from upper secondary into tertiary education and increase the retention in the first year of tertiary education in project-supported education institutions.

The project was restructured through 2 amendments, Amendment no. 1, approved on December 19, 2017 and Amendment no. 2, approved on July 28, 2020, through which new activities were introduced within subcomponent 1.2 Systemic interventions. Through amendment no. 1, the introduction of the activity was approved - supporting the participation of Romanian students in international assessments by financing the associated costs, including management, administration, participation fees, and through Amendment no. 2, the introduction of a new acquisition activity for high schools eligible to receive grants was approved - IT equipment (laptops, educational licenses, interactive whiteboards, video conference cameras), to increase the schools' capacity to use digital content and applications, including the possibility of to ensure teaching-learning in the online environment.

The Project expenditures are initially pre-financed from State Budget funds and, later, the eligible expenditures are reimbursed from the loan.

MoE would use pre-financing from State Budget funds and then the MoF would disburse funds from the loan using the reimbursement method for Project eligible payments. The Treasury makes the monthly budgetary openings as requested, and the Project would receive its allocations in the Treasury system. IBRD loan funds would reimburse the Project eligible expenses pre-financed from the State Budget funds. The Borrower would submit withdrawal applications for the eligible expenditures. The supporting documentation for disbursements would include summary sheets and statement of expenditures. No designated account would be used.

The project will be implemented by the UMEFP within the Ministry of Education.

The Project was declared effective on October 14, 2015, and will be implemented by MoE until 22 December 2022, through the UMEFP.

### *Destination of Borrowed Funds*

The Project is structured in three components, as described below:

#### Component 1 – School-based and Systemic Interventions

This component finances supply-side interventions at the school and system levels to address the academic and personal factors hindering Romanian students from transitioning from upper secondary to tertiary education, including dropping out, declining to take the Bacalaureate, or scoring a low mark on the Bacalaureate.

## GENERAL INFORMATION (CONTINUED)

### Sub-component 1.1 – School-based Interventions

This sub-component supports the transition of students from upper secondary into tertiary education using a decentralized approach based on non-competitive grants to low-performing public high schools.

### Sub-component 1.2 – Systemic Interventions

This sub-component finances: (i) revising of the upper secondary education curriculum; (ii) in person and/or virtual training of teachers and school directors on adapting the curriculum to the needs and abilities of the students, applying student-centered methods and using digital technologies for teaching-learning-assessment; (iii) improving the teaching conditions within the teacher training institutions through provision of goods; (iv) revising and updating Grade 8 and Baccalaureate exam banks of items and associated training, including the strengthening of the institutional capacity of the National Center for Policy and Evaluation in Education (NCPEE); (v) improving the information technologies platforms used for learning assessments and exams of upper secondary school education students, through provision of goods; (vi) development and implementation of a Grade 10 learning assessment to be administered at the end of the compulsory education cycle; (vii) development of digital teaching and learning materials; (viii) development and implementation of campaigns to raise student and teacher awareness, including, when applicable, for Roma students; (ix) strengthening of the MoE's capacity to support informational communications of educational institutions for online learning, and use educational information to monitor upper secondary education and the transition of students into tertiary education, including by providing goods; (x) supporting the participation of Romanian students at international assessments through financing of associated costs, including management, administration, participation fees; (xi) improving the teaching-learning conditions in the high school units eligible to receive grants by providing goods, including digital devices and hygiene/sanitation supplies to prevent COVID-19 contagion and increase the education system resilience.

### Component 2 – University-Level Interventions and Bridge Programs

This component supports activities designed to address the needs of students who are at risk of dropping out of faculties in the first year of study in tertiary education, as well as summer bridge programs for high school students to familiarize them with the university context. It finances four grant schemes – one non-competitive and three competitive – for public faculties/universities that serve at-risk students. Approximately 85 percent of Romanian public faculties would benefit from this component.

### Component 3 – Project Management, Monitoring and Evaluation

This component finances day-to-day project management activities, Monitoring and Evaluation (M&E) activities, as well as incremental operational and staffing costs of the MoE's UMEFP. This component also finances the carrying out of: (i) surveys concerning high school students attending bridge programs; (ii) an impact evaluation of the high school grants program to assess improvements in student outcomes and school management processes; (iii) a revision of the existing student loan scheme developed for tertiary education students; (iv) an analysis of existing demand-side programs addressing the needs of disadvantaged upper secondary students that are currently under implementation; and (v) other M&E studies, as needed.

**MINISTRY OF EDUCATION**  
**LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT**  
**31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated**

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**GENERAL INFORMATION (CONTINUED)**

This component also finances the cost of ROSE Project audit.

The following table shows the categories of items to be financed from the loan amounts and the related financing percentage, in accordance with the concluded loan agreement:

<b>Category</b>	<b>Amount of the Loan Allocated expressed in Euro</b>	<b>Percentage of Expenditures to be financed inclusive of Taxes</b>
(1) Goods, non-consulting services, consultants' services, (including audits), Training, Grants, and Incremental Operating Costs for the Project	200,000,000	100%
<b>TOTAL AMOUNT</b>	<b>200,000,000</b>	

**GENERAL INFORMATION (CONTINUED)**

*Loan allocation*

In compliance with the Loan Agreement, the categories of expenditures financed through IBRD loan proceeds comprise of the following:

<b>Component</b>	<b>Component Description</b>	<b>Amount allocated from the loan (EUR)</b>
1	School-based and Systemic Interventions	144.727.647
2	University-Level Interventions and Bridge Programs	48.808.450
3	Project Management, Monitoring and Evaluation	6.463.903
<b>Total project financing</b>		<b>200.000.000</b>

The Project is pre-financed from the State Budget through the State Treasury. The MoF makes withdrawals from the Loan based on the statement of expenditures (SOEs). All expenditures are 100% eligible from the Loan.

For the purposes of this Schedule:

- a) the term "foreign expenditures" means: expenditures in the currency of any country other than that of the Borrower for goods or services supplied from the territory of any country other than that of the Borrower;
- b) the term "local expenditures" means: expenditures in the currency of the Borrower or for goods or services supplied from the territory of the Borrower;
- c) operational costs" means: additional expenses incurred for the implementation, management and monitoring of the project (including grants) such as: rental of office space, utilities and consumables, bank fees, communications, maintenance of buildings and equipment, advertising expenses, translations, fuel, travel and supervision expenses (including Project-related supervision activities, salaries of contract and temporary staff, but excluding salaries, fees of members who are civil servants of the Borrower).;
- d) the term "Statement of Expenditures" means: expense reports used by the Borrower to forward to the IBRD the application for reimbursement of payments already made.
- e) the term "State Treasury Account" means: a bank account opened at the State Treasury of Bucharest where MoE is receiving the requested money from the Ministry of Finances. The Ministry of Finances advances the required amounts for the implementation of the Project and withdraws amounts from the IBRD based on application for disbursement of payments already made.



**MINISTRY OF EDUCATION**  
**LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT**  
**31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated**

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**GOVERNMENT OF ROMANIA – MINISTRY OF EDUCATION**  
**IBRD LOAN (8481-RO) FOR THE ROMANIA SECONDARY EDUCATION PROJECT**

**Project Financial Statements**  
**for the period starting from January 01<sup>st</sup> 2021 up to December 31<sup>st</sup> 2021**

MINISTRY OF EDUCATION  
 LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT  
 31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated

**1. STATEMENT OF RESOURCES AND USES OF FUNDS**

**1.1 Statement of the IBRD Loan Account of the Ministry of Education as of 31 December 2021**

Loan No 8481 RO – The Secondary Education Project

	<b>31 December, 2018</b>	<b>31 December, 2019</b>	<b>31 December, 2020</b>	<b>31 December, 2021</b>
Loan amount approved	200.000.000	200.000.000	200.000.000	200.000.000
Less: Total drawings from loan	5.836.681	19.661.833	45.229.728	94.305.894
Loan amount not disbursed	194.163.319	180.338.167	154.770.272	105.694.106
<b>IBRD Loan</b>	<b>31 December, 2018</b>	<b>31 December, 2019</b>	<b>31 December, 2020</b>	<b>31 December, 2021</b>
Opening disbursed amounts	3.396.025	5.836.681	19.661.833	45.229.728
Disbursements	2.440.656	13.825.153	25.567.895	49.076.166
Closing disbursed amounts	5.836.681	19.661.833	45.229.728	94.305.894
Net amounts	200.000.000	200.000.000	200.000.000	200.000.000
Not disbursed amounts in balance	194.163.319	180.338.167	154.770.272	105.694.106

MINISTRY OF EDUCATION  
 LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT  
 31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otharwise stated

1. STATEMENT OF RESOURCES AND USES OF FUNDS (continued)

1.2 Statement of the IBRD Loan Account of the Ministry of Education as of 31 December 2021

<i>Sources - IBRD contribution per component</i>	<i>Transferred Sources 01 January, 2016 - 31 December, 2019</i>	<i>Transferred Sources 01 January, 2020 - 31 December 2020</i>	<i>Transferred Sources 01 January, 2021 - 31 December 2021</i>	<i>Transferred Sources until 31 December 2021</i>
Component 1	8.842.750	14.435.179	43.243.841	66.521.770
Component 2	9.418.735	10.370.547	5.390.280	25.179.562
Component 3	1.400.349	762.169	442.045	2.604.562
<b>TOTAL</b>	<b>19.661.833</b>	<b>25.567.895</b>	<b>49.076.166</b>	<b>94.305.894</b>

In 2021, the following applications have been disbursed: SoE no. 19, for the period 01.12.2020-31.12.2020, annexes 4a and 4c, and 27.06.2017- 31.10.2020, for annex 4b, in the amount of EUR 4,509,565.52; SoE no. 20, for the period 01.01.2021-31.03.2021, annexes 4a and 4c, and 01.07.2018-31.01.2021, for annex b, in the amount of EUR 10,059,899.67; SoE no. 21, for the period 01.04.2021-30.04.2021, annexes 4a, and 27.07.2017- 28.02.2021, for annex 4b, in the amount of EUR 7,564,135.52; SoE no. 22, for the period 01.05.2021-14.05.2021, annex 4a, in the amount of EUR 7,561,603.92; SoE no. 23, for the period 15.05.2021-16.09.2021, annex 4a, and 27.06.2017- 31.08.2021, for annex 4b, in the amount of EUR 17,235,697.18; and SoE no. 24, for the period 17.09.2021-31.10.2021, annex 4a, in the amount of EUR 2,145,263.98.

MINISTRY OF EDUCATION  
 LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT  
 31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated

1. STATEMENT OF RESOURCES AND USES OF FUNDS (continued)

1.3 Summary of Funds Received and Uses of Funds as at 31 December 2021

Description	1 January 2016 – 31 December 2019	1 January 2020 – 31 December 2020	1 January 2021 – 31 December 2021	Cumulative at 31.dec.21
Opening cash balance	-	-	-	-
Add: cash receipts	36.913.305	27.447.630	53.743.408	118.104.343
Funds pre-financed by MoPF and disbursed by IBRD in 2016	107.740			107.740
Funds pre-financed by MoPF and not disbursed by IBRD in 2016				
Funds pre-financed by MoPF and disbursed by IBRD in 2017	3.288.285			3.288.285
Funds pre-financed by MoPF and not disbursed by IBRD in 2017	1.362.007			1.362.007
Funds pre-financed by MoPF and disbursed by IBRD in 2018	2.440.656			2.440.656
Funds pre-financed by MoPF and not disbursed by IBRD in 2018	4.766.011			4.766.011
Funds pre-financed by MoPF and disbursed by IBRD in 2019	13.825.153			13.825.153
Funds pre-financed by MoPF and not disbursed by IBRD in 2019	4.852.715			4.852.715
Funds pre-financed by MoPF and disbursed by IBRD in 2020	6.270.738	19.297.155		25.567.893
Funds pre-financed by MoPF and not disbursed by IBRD in 2020		3.640.909		3.640.909

**MINISTRY OF EDUCATION****LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT****31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated**

Funds pre-financed by MoPF and disbursed by IBRD in 2021		4.509.566	44.566.600	49.076.166
Funds pre-financed by MoPF and not disbursed by IBRD in 2021			9.176.808	9.176.808
<b>Less: project expenditures related to:</b>	<b>36.913.305</b>	<b>27.447.630</b>	<b>53.743.408</b>	<b>118.104.343</b>
Component 1 - School-based and Systemic Interventions	23.892.891	17.420.297	45.568.518	86.881.706
Component 2 - University-Level Interventions and Bridge Programs	11.312.565	9.521.049	7.691.126	28.524.740
Component 3 - Project Management, Monitoring and Evaluation	1.707.849	506.284	483.764	2.697.897
<b>Closing cash and cash equivalents balance</b>	-	-	-	-

**Note:**

The total value of the payments made through the project, from 15.10.2015 to 31.12.2021, is Lei 567.501.846,10. The value of EUR 118.104.343 represents the equivalent value of the payments made in the project in the period from 15.10.2015 to 31.12.2021. This value is composed of:

- EUR 94.305.894 disbursed between 15.10.2015-31.12.2021
- EUR 7.087.939 disbursed in 2022
- EUR 16.710.510 not disbursed. This amount is calculated using the average annual NBR exchange rate for each year.

MINISTRY OF EDUCATION  
 LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT  
 31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated

**2. STATEMENT OF EXPENDITURES**

**2.1 Uses of funds – IBRD contribution**

	<b>31 December, 2016-2019</b>	<b>31 December, 2020</b>	<b>31 December, 2021</b>	<b>Cumulative at 31 December, 2021</b>
Payments through treasury account	36.913.305	27.447.630	53.743.408	118.104.343
<b>Total</b>	<b>36.913.305</b>	<b>27.447.630</b>	<b>53.743.408</b>	<b>118.104.343</b>

**2.2 Use of funds to finance IBRD eligible expenses by component**

	<b>31 December, 2016-2019</b>	<b>31 December, 2020</b>	<b>31 December, 2021</b>	<b>Cumulative at 31 December, 2021</b>
Payments through Treasury account				
Component 1	23.892.891	17.420.298	45.568.518	86.881.706
Component 2	11.312.565	9.521.049	7.691.126	28.524.740
Component 3	1.707.849	506.284	483.764	2.697.897
<b>Total</b>	<b>36.913.305</b>	<b>27.447.630</b>	<b>53.743.408</b>	<b>118.104.343</b>



MINISTRY OF EDUCATION  
 LOAN (8481 - RO) ROMANIA SECONDARY EDUCATION PROJECT  
 31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated

3. FINANCIAL STATEMENTS OF THE LOAN

Total disbursements as at 31 December  
 2021

<i>Loan BIRD 8481 – RO</i>	<i>31 December, 2016-2019</i>	<i>31 December, 2020</i>	<i>31 December, 2021</i>
Opening disbursed amounts	-	19.661.833	45.229.728
Total Opening disbursed amounts	-	19.661.833	45.229.728
Disbursements	19.661.833	25.567.895	49.076.166
Total Disbursements	19.661.833	25.567.895	49.076.166
Closing disbursed amounts	19.661.833	45.229.728	94.305.894
Total Closing disbursed amounts	19.661.833	45.229.728	94.305.894
Net amount - loan amount	200.000.000	200.000.000	200.000.000
Unused loan account	180.338.167	154.770.272	105.694.106

**MINISTRY OF EDUCATION**  
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**31 DECEMBER, 2021 - all the amounts are expressed in EUR, unless otherwise stated**

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**3. FINANCIAL STATEMENTS OF THE LOAN (Continued)**

4. In 2021, the following applications have been disbursed: SoE no. 19, for the period 01.12.2020-31.12.2020, annexes 4a and 4c, and 27.06.2017- 31.10.2020, for annex 4b, in the amount of EUR 4,509,565.52; SoE no. 20, for the period 01.01.2021-31.03.2021, annexes 4a and 4c, and 01.07.2018-31.01.2021, for annex b, in the amount of EUR 10,059,899.67; SoE no. 21, for the period 01.04.2021-30.04.2021, annexes 4a, and 27.07.2017- 28.02.2021, for annex 4b, in the amount of EUR 7,564,135.52; SoE no. 22, for the period 01.05.2021-14.05.2021, annex 4a, in the amount of EUR 7,561,603.92; SoE no. 23, for the period 15.05.2021-16.09.2021, annex 4a, and 27.06.2017- 31.08.2021, for annex 4b, in the amount of EUR 17,235,697.18; and SoE no. 24, for the period 17.09.2021-31.10.2021, annex 4a, in the amount of EUR 2,145,263.98.

MINISTRY OF EDUCATION  
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#### 4. PROJECT COMMITMENTS AS OF 31 DECEMBER 2021

During 2021, MEI – UMPFE has made the following commitments for the contracts signed within the project:

Crt No	Contract Date	Supplier	Nationality	Contract currency	Contract value (including VAT)	Contract value in Euro	Paid value (EUR) until 31 December 2021	Remaining value to be paid (EUR) at 31 December, 2021
1	12.01.2021	Service Auto Serus SRL	Romania	RON	897.07	184,15	184,15	0
2	12.01.2021	Auto K9 RMV SRL	Romania	RON	1,159.22	237,96	237,96	0
3	20.01.2021	Auto K9 RMV SRL	Romania	RON	539.99	110,79	110,79	0
4	02.02.2021	2M TRAINING & CONSULTING SRL	Romania	RON	3,397.45	697,07	697,07	0
5	16.02.2021	BS Eco Cleaning SRL	Romania	RON	5,081.30	1042,38	1042,38	0
6	21.02.2021	City Insurance	Romania	RON	570.40	117,01	117,01	0
7	12.03.2021	Sama Consul SRL	Romania	RON	7,073.36	1447,86	1447,86	0
8	12.03.2021	Asirom	Romania	RON	1,941	397,31	397,31	0
9	31.03.2021	La Fantana SRL	Romania	RON	4,862.34	987,26	987,26	0
10	31.03.2021	Sama Consul SRL	Romania	RON	7,893.27	1602,66	1602,66	0
11	01.04.2021	BS Eco Cleaning SRL	Romania	RON	64,260	13083,05	9812,29	3270,76
12	01.04.2021	Fan Courier Express SRL	Romania	RON	26,360.88	5366,96	4025,22	1341,74
13	05.04.2021	Anaidro Company SRL	Romania	RON	158,270	32194,22	14809,34	17384,88
14	05.04.2021	Sama Consul SRL	Romania	RON	66,723.30	13572,41	13572,41	0

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15	05.04.2021	Pragma	Romania	RON	28,089.95	5713,87	5713,87	0
16	05.04.2021	Sama Consul SRL	Romania	RON	9,843.31	2002,26	2002,26	0
17	05.04.2021	Sama Consul SRL	Romania	RON	13256.60	2696,57	2696,57	0
18	05.04.2021	Direct Global SRL	Romania	RON	451.01	91,74	91,74	0
19	13.04.2021	Elsaco Solutions SRL	Romania	USD	2,779,183.17	2335530,12	2335530,12	0
20	13.04.2021	Orange Romania SA	Romania	RON	2,148,364.60	436437,70	436437,70	0
21	13.04.2021	Vodafone Romania SA	Romania	EUR	1,299.48	1,299.48	1,299.48	0
22	13.04.2021	Chrome	Romania	RON	21,464.03	4360,39	4360,39	0
23	13.04.2021	Stream Network SRL	Romania	RON	4,531.38	920,54	920,54	0
24	19.05.2021	Sama Consul SRL	Romania	RON	779.45	158,21	158,21	0
25	21.05.2021	Pragma Computers	Romania	RON	106,721.58	21661,44	21661,44	0
26	26.05.2021	Stream Network	Romania	RON	3,005.94	610,65	610,65	0
27	28.05.2021	Pragma Computers	Romania	RON	8,747.39	1778,29	1778,29	0
28	04.06.2021	GBC	Romania	RON	11,485,911.78	2333207,07	2333207,07	0
29	17.06.2021	Auto K9 RMV SRL	Romania	RON	637.99	129,56	129,56	0
30	28.06.2021	Porsche Inter Auto Romania SRL	Romania	RON	2,877.55	584,15	584,15	0
						126,17		
31	06.07.2021	Monitorul Oficial	Romania	RON	621.60	126,17		0

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						809,11	809,11	0
32	07.07.2021	2M TRAINING & CONSULTING SRL	Romania	RON	3,986.50			
						209,36	209,36	0
33	30.07.2021	Auto K9 RMV SRL	Romania	RON	1,030			
34	20.09.2021	Vodafone Romania SA	Romania	EUR	1,735.02	1,735.02	1,735.02	0
								0
35	28.09.2021	Sanito Distribution SRL	Romania	RON	6,205.85	1254,19	1254,19	0
	16.11.2021	OMV Petrom	Romania	RON	25,051.17	5062,17	5062,17	0
								0
36	17.11.2021	Sama Consul SRL	Romania	RON	26,541.55	5362,90	5362,90	0
								0
37	21.12.2021	SC Triton Construct SRL	Romania	RON	15,458.10	3123,42	3123,42	

## **5. ACCOUNTING POLICIES AND RECORDS**

### **Basis of preparation**

The special purpose Project Financial Statements are prepared under the historical cost convention, in accordance with and complying with relevant World Bank guidelines. The amounts presented in these financial statements are expressed in EUR. These amounts have been derived by applying the RON/EUR exchange rate as at the time of payment, for the internal payments using NBR exchange rate and for the external payments using auctions exchange rate given by the Bank (Raiffeisen Bank).

### **Fixed assets**

Fixed assets are recognized at acquisition cost under property, plant and equipment category. Following their accounting transfer to the beneficiaries on the basis of the handover minutes, they are recognized on costs (after all documents have been submitted by the vendor).

### **Liabilities**

#### *i) Recording of loan*

The loan will be recorded as a use of funds as the withdrawals take place. The entire amount of the loan will not appear as a debt element in the accounting of the Project Management Units.

#### *ii) Acquisition of goods and services*

The acquisition of goods and services is recorded as assets and expenditures respectively at the time of the payment, and is allocated between the different components and activities to which they refer.

### **Funding**

PMU does not record the loan amounts received from the IBRD, this being done at MoF level. UMEFP receives the annual budget for the ROSE Project from the state budget.

### **Use of funds**

Using of funds represents the amounts paid for the purpose of the Project by the UMEFP, funds pre-financed by the Ministry of Finances. The amounts paid include both the credit openings for the high school grant scheme and the direct payments made by UMEFP for the university grant schemes and for contracts, operational costs etc.

### **Foreign currency translation**

Project expenditures are pre-funded from the State Budget, and then the eligible expenses are reimbursed from the Loan. The RON amounts were converted into EUR at the exchange rate RON/EUR in force at the date of payment of services/goods suppliers.

## 6. BANK ACCOUNTS UTILIZED WITHIN THE PROJECT

All the funds are received through the State Treasury Account. The internal payments are done through this account and for the external payments the funds are transferred to the bank account from Raiffeisen Bank.

Based on the Order of the Public Finance Ministry no 2004/2013, starting with 01st of January 2014 the UMEFP does not represent a separate entity from the Ministry of Education in relation to the Treasury account and will only use the following treasury account for the reimbursable funds:

Account No.	RO97TREZ23A650100650100X
Depository Bank	State Treasury
Branch	Treasury Activity and Public Accounting of the Bucharest Municipality
Address	Splaiul Unirii, No. 6-8, sectorul 4, 040032
Related loan/credit	Imprumut Nr. 8481 – RO
Account Currency	RON

**6. BANK ACCOUNTS UTILIZED WITHIN THE PROJECT (Continued)**

**State treasury account as at 31 December 2021**

	<b>IBRD</b>	<b>Total</b>
<b>Opening balance 1 January 2016</b>	-	-
Cash receipts from MoF for funds approved by funds providers	-	-
Other cash receipts from MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	636.109	636.109
- Other	-	-
<b>Total cash receipts</b>	<b>636.109</b>	<b>636.109</b>
<b>Total payments from the State Treasury Account</b>	<b>636.109</b>	<b>636.109</b>
<b>Closing balance 31 December 2016</b>	-	-
<b>Opening balance 1 January 2017</b>	-	-
Cash receipts from MoF for funds approved by funds providers	-	-
Other cash receipts from MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	6.562.579	6.562.579
- Other	-	-
<b>Total cash receipts</b>	<b>6.562.579</b>	<b>6.562.579</b>
<b>Total payments from the State Treasury Account</b>	<b>6.562.579</b>	<b>6.562.579</b>
<b>Closing balance 31 December 2017</b>	-	-
<b>Opening balance 1 January 2018</b>	-	-
Cash receipts from MoF for funds approved by funds providers	-	-
Other cash receipts from MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	-	-
- Other	12.641.912	12.641.912
<b>Total cash receipts</b>	<b>12.641.912</b>	<b>12.641.912</b>
<b>Total payments from the State Treasury Account</b>	<b>12.641.912</b>	<b>12.641.912</b>
Cash receipts from MoF for funds approved by funds providers	-	-
<b>Closing balance 31 December 2018</b>	<b>12.641.912</b>	<b>12.641.912</b>
<b>Opening balance 1 January 2019</b>	-	-
Cash receipts from MoF for funds approved by funds providers	-	-



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Other cash receipts from MoF:		
Alte fonduri primite de la MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	17.072.705	17.072.705
- Other	-	-
<b>Total cash receipts</b>	<b>17.072.705</b>	<b>17.072.705</b>
<b>Total payments from the State Treasury Account</b>	<b>17.072.705</b>	<b>17.072.705</b>
<b>Closing balance 31 December 2019</b>	-	-
<b>Opening balance 1 January 2020</b>		
Cash receipts from MoF for funds approved by funds providers	-	-
Other cash receipts from MoF:	-	-
Alte fonduri primite de la MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	27.447.630	27.447.630
- Other	-	-
<b>Total cash receipts</b>	<b>27.447.630</b>	<b>27.447.630</b>
<b>Total payments from the State Treasury Account</b>	<b>27.447.630</b>	<b>27.447.630</b>
<b>Closing balance 31 December 2020</b>	-	-
<b>Opening balance 1 January 2021</b>		
Cash receipts from MoF for funds approved by funds providers	-	-
Other cash receipts from MoF:	-	-
Alte fonduri primite de la MoF:	-	-
- pre-financing for costs to be supported from IBRD funds	53.743.408	53.743.408
- Other	-	-
<b>Total cash receipts</b>	<b>53.743.408</b>	<b>53.743.408</b>
<b>Total payments from the State Treasury Account</b>	<b>53.743.408</b>	<b>53.743.408</b>
<b>Closing balance 31 December 2021</b>	-	-

**Note:**

UMEFP uses a treasury account for several projects including the current one. MoF provides financing according to the budgets requested by the UMEFP, therefore in case the budgets are not used, the remaining available financing may be reallocated to other projects.

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**NOTES TO THE PROJECT FINANCIAL STATEMENTS****Note 1. Sources of funds, collections through state treasury account during 2021**

<b>SOE</b>	<b>Payment details</b>	<b>Amount requested from State Treasury Account</b>	<b>CCY</b>	<b>Total</b>
19	Contul de trezorerie	4.509.565,52	EUR	4.509.565,52
20	Contul de trezorerie	10.059.899,67	EUR	14.569.465,19
21	Contul de trezorerie	7.564.135,52	EUR	22.133.600,71
22	Contul de trezorerie	7.561.603,92	EUR	29.695.204,63
23	Contul de trezorerie	17.235.697,18	EUR	46.930.901,81
24	Contul de trezorerie	2.145.263,98	EUR	49.076.165,79

**Note 2. Expenditure by components**

<b>Expenses</b>	<b>01 January 2016 – 31 December, 2019</b>	<b>01 January 2020– 31 December, 2020</b>	<b>01 January 2021– 31 December 2021</b>	<b>Cumulat la 31 December, 2021</b>
1. School-based and Systemic Interventions	23.892.891	17.420.297	45.568.518	86.881.706
2. University-Level Interventions and Bridge Programs	11.312.565	9.521.049	7.691.126	28.524.740
3. Project Management, Monitoring and Evaluation	1.707.849	506.284	483.764	2.697.897
<b>TOTAL IBRD financed</b>	<b>36.913.305</b>	<b>27.447.630</b>	<b>53.743.408</b>	<b>118.104.343</b>

## **NOTES TO THE PROJECT FINANCIAL STATEMENTS (CONTINUED)**

### **Note 3. Legislation and Fiscal Environment in Romania**

The legislation and fiscal environment in Romania and their implementation into practice change frequently and are subject to different interpretations. Over recent years, Romania has undergone substantial legal and economic changes.

Therefore, it is not possible to estimate what changes may occur or the resulting effect of any such changes on the Project development or future results of its development.

### **Note 4. Project financial statements presentation**

The special-purpose Project Financial Statements are prepared on the cash basis of accounting. On this basis sources of funds are recognized when received rather than when earned, and uses are recognized when paid rather than when incurred. The special - purpose Project Financial Statements were prepared for complying with the Loan requirements and with the appropriate World Bank guidelines, and are not intended to be a complete presentation of the Project's operations.

### **Note 5. Going Concern**

The special purpose financial statements are prepared based on the principle of business continuity. At the beginning of 2021, 44,400,000 Euros of budget credits and 4,622,600 Euros of commitment credits were allocated to the ROSE Project. In the rectification of November 2021, 1,200,000 Euro commitment credits and 9,400,000 Euro budget credits were allocated.

The positive budget rectification in November 2021 allowed for the payment of bills and the allocation of the necessary amounts for the tranches approved for high school and university grants.

During 2021, UMPFE had a monitoring mission from the World Bank representatives, i.e. May 2021, in order to review the progress of the project. During the mission in May 2021, the progress of the project on the different components and, in particular, the need to allocate additional commitment and budget appropriations to the ROSE Project to allow the continuation of the smooth implementation of the grants were reviewed. Following this mission, the World Bank representatives issued an aide-mémoire mentioning the relevance of the activities proposed in ROSE, the fact that ROSE grants have become a model for EU-funded projects carried out at the lower secondary education level, issues related to the implementation status, including the delays observed, which may lead to the non-achievement of the objectives set out in the loan agreement, and presented recommendations to achieve them. Insufficient budget allocation for the ROSE Project and late budget adjustment were mentioned as the main reasons for the delays, which had a negative impact on the implementation of the project and especially on the sub-projects financed by grants.

The possible extension of the implementation duration of the ROSE project was also discussed, in the context of the difficulties generated in the implementation of the project and especially the COVID-19 pandemic grants.

## NOTES TO THE PROJECT FINANCIAL STATEMENTS (CONTINUED)

### Note 6. Subsequent Events

In 2022, the Ministry of Education, through the Ministry of Finance, proposed to the World Bank to extend the implementation period of the ROSE Project, taking into account the need to continue to provide support to pupils and students, especially those from disadvantaged groups, in the context of learning losses due to partial or total closure of schools and the slowdown of grant activities during the COVID-19 pandemic. As a result, Amendment No. 3 to the Loan Agreement was approved by the World Bank and endorsed by the Ministry of Finance on 21 July 2022. The Government Decision approving this amendment is pending.

In 2022 they were approved:

SoE no. 25, (01.11.2021-30.12.2021 - annexes 4a and 4c, and 01.08.2018-31.10.2021 - annex 4b), amounting to EUR 7,087,939.59, was sent to the Ministry of Finance and received on 25.05. 2022, SoE No 26, (01.01.2022-31.03.2022 - annexes 4a and 4c, and 01.01.2019-31.12.2021 - annex 4b), amounting to EUR 2,876,518.30, was sent to the Ministry of Finance and cashed on 10.06.2022. SoE 27, with a value of more than EUR 5 million, is currently under preparation.

Date: 14 September 2022

Ms. Liliana Preoteasa

Ms. Tatiana Stuparu

Director UMPFE

Financial Deputy Director – UMPFE

Ministry of Education Stamp



A handwritten signature in blue ink, likely belonging to Ms. Tatiana Stuparu, the Financial Deputy Director of UMPFE.