



Ministry for Communities and Territories Development of Ukraine

RESTORATION DIGEST

The 62nd Issue



Kyiv, September 23rd, 2024



DEAR FRIENDS, COLLEAGUES, AND PARTNERS!

Since my appointment as
Deputy Prime Minister for
Restoration of Ukraine,
I have already met with
many partners who have
constantly assisted and
cooperated with Ukraine. We
assured each other we would
continue implementing joint
restoration and development
projects. We also discussed

expanding cooperation and opportunities to attract additional resources to restore Ukraine's regions. I'd like to thank all our international partners who supported Ukraine in the darkest times. We appreciate this cooperation.

I want to reaffirm that the Ministry is committed to the European integration course. Together with our partners, we continue implementing recovery and reconstruction projects and supporting people affected by the war. Our priority is also to help communities strengthen their resilience and capacity for further development. Through cooperation with all stakeholders, the Government of Ukraine assists those regions whose infrastructure is most damaged by russia's constant attacks. It is essential to prepare for the heating season. More details are below.





INTERNATIONAL COOPERATION

Last week, the Ministry team had many important international meetings and discussed the key priorities for further cooperation.

The Czech Governmental Envoy for the Reconstruction of Ukraine, Tomáš Kopečný, expressed readiness to take patronage over the restoration of the Dnipropetrovsk region.

The Ambassador of the Kingdom of Denmark to Ukraine, Ole Mikkelsen, confirmed the Government of Denmark's further support for the city of Mykolaiv and the Mykolaiv region and allocated EUR 44 million for

Mykolaiv region patronage.

With Italian Ambassador to Ukraine, Carlo Formosa, and Special Envoy for the Reconstruction of Ukraine, Davide La Cecilia, we discussed the next Ukraine Recovery Conference (URC), which will be held in Rome in the summer of 2025. The Ministry is ready to cooperate in preparing the Conference and ensuring the participation of a delegation in the Local and Regional Dimension section.

CCEB The Governor of the Council of Europe Development Bank (CEB), Carlo Monticelli, announced the significantly expanded financing volume for the "HOME: Compensation for destroyed housing" project in 2025. Thanks to the HOME project, thousands of families affected by russians will get new housing.

The European Investment Bank representatives, Jean-Erik de Zagon and Kristina Mikulova, the new Head of the EIB Regional Hub for Eastern Europe, ensured that the European Investment Bank is ready to implement new projects in cooperation with the Ministry.

ELIMINATION OF THE CONSEQUENCES OF THE RUSSIAN ATTACK ON SUMY

Coordination Headquarters for restoration of essential services in the Sumy region after one more russian attack established at the Ministry for Communities and Territories Development of Ukraine. Restoration is ongoing. Our task is to restore power supply to the affected communities. We have deployed Points of Invincibility in the Sumy region and set up a headquarters to coordinate and respond to challenges.





IN THE SHORTEST POSSIBLE TIME, THE TASKS OF THE HEADQUARTER:

- Design plans for installing mobile generators in hospitals, schools, and other social facilities and backup heat sources.
- Ensure prompt informing people about locations

- and operation Points of Invincibility.
- Coordinate protecting critical energy infrastructure facilities from possible attacks and ensure rapid recovery.
- Mobilization of all available public and

- private resources to restore the life support of communities.
- Prepare regional life support systems for the winter period.
- Arranging regular monitoring of energy supply in the regions.

UKRAINIAN CORRIDOR

Despite everything, Ukraine remains a guarantor of global food security. Every ship that passes through the Corridor is an economic success and a symbol of our struggle to comply with international law to guarantee free navigation.

Seventy million tons of cargo have been transported over the past year thanks to the operation of the Ukrainian corridor. Agricultural products and other goods were delivered to 48 countries. The main destination ports for Ukrainian goods were Asia, Africa, Europe, and America. Countries from Egypt to Indonesia, Tunisia, Libya to India, and Algeria to China received Ukrainian grain. Thanks to the humanitarian initiative Grain from Ukraine, hundreds of thousands of families and millions of people in Ethiopia, Somalia, Yemen, and Sudan have received essential food.

The Ministry is currently working on expanding the corridor's capabilities.

The temporary sea route was organized after russia began blocking ships traveling through the Black Sea Grain Initiative. According to the initiative of President Volodymyr Zelenskyy, the BSGI was organized with the support of the UN to ensure global food security. However, russia was one of the parties to the agreement. After systematic violations by the aggressor country and the blocking of ships, it was decided to organize an alternative route called the Ukrainian Corridor.

Two main instruments of shipowners' risk insurance for vessels using the Ukrainian corridor exist. The first is

an insurance mechanism provided by the world's leading insurance companies and banks with the assistance of the UK Government. The agreement covers the risks of the "Marine Hull War" and "Loss of Hire War" for ships at 1-1.25% of insurance premiums, which are practically pre-war figures. The second guarantees the indemnification of charterers, operators, and owners of ships and inland navigation vessels during their stay in Ukraine's territorial waters.

We continue to work together and fight for the future of the world!

Oleksii KULEBA,

Deputy Prime Minister for Restoration of Ukraine -Minister for Communities and Territories Development of Ukraine



KEY FIGURES OF THE WEEK

UKRAINIAN CORRIDOR

TEMPORARY HUMANITARIAN SEA ROUTE

In total, since the beginning of the corridor functioning:

- Arrived: 2624 vessels;
- Loading in progress: 38 vessels.
 Exported:
- grain cargo **47 mt**;
- other cargo 23.5 mt;

TOTAL – more than 70.5 mt Declared for arrival: 90 vessels, 2.5 mt



eVIDNOVLENNIA

DAMAGED/ DESTROYED HOUSING COMPENSATION PROGRAM

DAMAGED HOUSING

(repairs and overhauls) With a substantial financial commitment of UAH 7.4 billion, we have approved 68.7 thousand applications for housing restoration.

TOP-5 regions:

- Kharkiv
- Kyiv
- Donetsk
- Mykolaiv
- Kherson



Restoration of an apartment house in Zaporizhzhia

DESTROYED HOUSING

(buying new housing)
10205 certificates were generated according to applications, and UAH 16.1 billion was approved for payment. 3570 certificates have already been implemented, with a total of

UAH 6.9 billion.

TOP-5 regions:

- Kharkiv
- Kyiv
- Donetsk
- Kherson
- Mykolaiv



DESTROYED AND DAMAGED INFRASTRUCTURE*

Facilities	Damaged or destroyed	Restored
TOTAL:	221 512	46 244
Individual houses	168 845	25 402
Energy	-	9 825
Apartment buildings	22 263	5 343
Life sustenance	8 901	2 688
Education	3 885	825
Social, sports, and cultural facilities	1 876	282
Healthcare	1 649	538
Roads	1 046	359
Administrative and Centres of administrative services	994	196
Others	12 413	786



Restoration of an apartment building in Trostianets, the Sumy region

*As of September 20th, 2024, according to regional military administrations since February 24th, 2022

RESTORATION PROJECTS: DREAM ANALYTICS**

The Digital Restoration Ecosystem for Accountable Management (DREAM) is a significant milestone in Ukraine's restoration efforts. It's not just a state digital platform for implementing restoration projects but a powerful tool that underscores our unwavering commitment to transparency and accountability.

7640 projects have been added to DREAM since the launch of its beta testing in September 2023.
The number of projects by sector includes:
2960 projects created in the Education sector
1080 projects created in the Healthcare sector
852 projects created in the Water, Sanitation, and Waste management sector
814 projects created in the Housing sector

647 projects created in the Transport sector





*Digital Restoration Ecosystem for Accountable Management (DREAM) is the state digital platform for implanting restoration projects. DREAM collects, organizes, and publishes open data across all stages of reconstruction projects in real time, implementing the highest standards of transparency and accountability.

** DREAM collects, organizes, and publishes open data across all stages of restoration projects in real time, implementing the highest standards of transparency and accountability. As of now, DREAM contains only a part of restoration projects. Legislation ensuring all restoration projects are included in DREAM is being developed.

All the data on projects in DREAM is available on the public <u>portal</u> and via the business intelligence <u>module</u>. At the pilot project stage, the analysis results are not official statistics and may need more accuracy. Join the DREAM and find more information concerning investment projects on <u>dream.gov.ua</u> or write to <u>info@dream-office.org</u>



URC2025 PREPARATION

Deputy Prime Minister Oleksii Kuleba discussed URC2025 with the Italian delegation.



The annual event aims to support international coordination in rebuilding our country and attract new investments. It is also an important platform for discussing key issues.

Oleksii Kuleba, Vice Prime Minister for Reconstruction of Ukraine and Minister of Communities and Territories Development of Ukraine, Carlo Formosa, Ambassador of Italy to Ukraine, and David La Cecilia, Special Envoy for Reconstruction of Ukraine, discussed the main aspects of the upcoming conference and further bilateral cooperation.

The attendees discussed the role of regions and communities in recovery. They noted the success

of the Recovery Conference and roundtable formats, which attract a wide range of participants, intensify business involvement, and make the discussion more practical. To prepare the regions and locations for the conference, it was proposed that Road to URC2025 events in Ukraine and Italy be held at the beginning of the year.

David La Cecilia emphasized that this year, more business representatives will be involved in the URC2025, which should positively contribute to support for Ukraine's recovery.

The parties also discussed Italy's participation in restoring cultural sites and critical infrastructure in Odesa and the region.









CZECHIA SUPPORTS THE RESTORATION OF UKRAINE

The Czech Republic will help Ukraine restore the Dnipro region



The Deputy Prime Minister for Restoration – Minister for Communities and Territories Development of Ukraine, Oleksii Kuleba, met with Czech Governmental Envoy for the Reconstruction of Ukraine Tomáš Kopečný. During this meeting, parties discussed top-3 priority sectors:

- power generation
- water supply
- health care







The Czech Republic representatives expressed readiness to take patronage over restoring the Dnipro region. Parties discussed establishing a working group to operate on restoration projects and the opening of the Czech Republic's consulate general in Dnipro. Tomáš Kopečný said that the Czech Republic is already implementing several projects in the Kharkiv region.

For example, the area has already received seven cogeneration

stations for the communities, a 20 MW turbine for the city, and expensive equipment for the Kharkiv Heat Networks utility company. From 2023 to 2024, the Czech Republic provided multi-functional medical beds and diesel generators for Kryvyi Rih, gas heaters, medical equipment, and water purification stations for Marhanets and Nikopol. In addition to humanitarian aid, the Czech Republic provides significant military support to Ukraine.



Tomáš Kopečný, Czech Governmental Envoy for the Reconstruction of Ukraine:

We will delighted to focus on a new project that you and I agree on and put all our efforts where others refuse to do it. We support Ukraine and its residents because this contributes to our security.



Oleksii KULEBA,
Deputy Prime Minister
for the Restoration
of Ukraine—Minister
for Communities and
Territories Development
of Ukraine:

I am grateful for all the help Ukraine has already received from the Czech Republic. However, our country is being destroyed daily, so we must work on restoration, especially if it concerns critical infrastructure. At the Ministry, we are laying the foundation for the comprehensive development of communities and territories. We will create policies and programs for further recovery that consider the regions' peculiarities and the post-war development of the entire country. I think we can already talk about additional areas of cooperation.



HOME PROJECT – EXPANDING COOPERATION WITH CEB

The Council of Europe Development Bank is ready to expand cooperation in housing projects significantly



Deputy Prime Minister for Restoration of Ukraine—Minister for Communities and Territories Development of Ukraine Oleksii Kuleba met with Governor of the

Council of Europe Development Bank (CEB) Carlo Monticelli to discuss significantly expanding the volume of financing "HOME: Compensation for destroyed housing" project in 2025. The HOME project will provide housing for thousands of families whose homes were destroyed by russian armed aggression.









Oleksii KULEBA,
Deputy Prime Minister
for the Restoration of
Ukraine—Minister for Communities and Territories
Development of Ukraine:

We are laying a solid foundation in the Ministry for the comprehensive development of communities and territories. It's not just restoration. These are conditions and opportunities for Ukrainians, for those who return from the front, who will return from abroad, and for displaced people. Therefore, compensation for lost housing is an important component of this process. Ukrainians are ready to rebuild or build new homes but need support.



This year, thanks to the financial support of the Council of Europe Development Bank, a loan of 100 million euros, almost 3,000 people who suffered as a result of armed aggression will be able to buy their own homes, and the process of implementing the first phase of the joint project has already begun.



Carlo MONTICELLII, Governor of the CEB:

During the year of our cooperation, we achieved significant results—approving two aid programs. The next step is to confirm another one, particularly a housing program for internally displaced persons.



STRENGTHEN COOPERATION WITH EIB

Ministry for Communities and Territories and Development to strengthen cooperation with EIB in joint projects



It was agreed upon during a meeting between Oleksii Kuleba, Deputy Prime Minister for Restoration of Ukraine and Minister for Communities and Territories Development, and Jean-Erik de Zagon, Head of the EIB Regional Hub for Eastern Europe.

According to the Deputy Prime Minister Kuleba,, the Mykolaiv water mains and other water utilities in the affected regions need to be restored. In his turn, Jean-Erik de Zagon congratulated Oleksii Kuleba on his new position and expressed hope that bilateral cooperation would increase its effectiveness.







According to Jean-Erik de Zagon, a number of joint projects are currently being implemented. These include measures to restore both critical and social infrastructure. Therefore, the European

Investment Bank is ready to consider proposals from the Ministry and implement them together.

Oleksii Kuleba thanked Jean-Erik de Zagon for his achievements as Head of the EIB Regional Hub for Eastern Europe and expressed his readiness to develop cooperation with the new head, Kristina Mikulova.



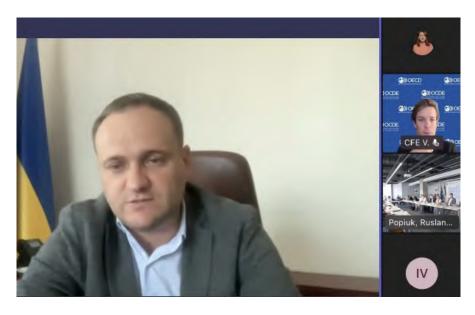
Oleksii KULEBA, Deputy
Prime Minister for the
Restoration of Ukraine—
Minister for Communities
and Territories Development
of Ukraine:

I am grateful that the European Investment Bank remains a reliable partner of our country in overcoming the consequences of russia's war of aggression against Ukraine. Along with the projects we are successfully implementing together, I would like to focus on the most important areas. In particular, on the restoration of housing, the energy sector and water supply. The Mykolaiv water mains are vital for the southern regions. It is for the residents of these communities that we must find the fastest solution to their water supply needs.



DEVELOPMENT OF REGIONAL POLICY OF UKRAINE

Improving the system of multi-level governance is one of the key tasks of Ukraine on its way to EU membership





During the event "State Regional Policy in Ukraine: Implementation Tools," representatives of the OECD, the EU Delegation, the Cabinet of Ministers, the Ministry of Finance, the Ministry of Economy, the Ministry for Communities and Territories Development, Parliament committees, local governments, and technical assistance project offices, including the U-LEAD program, discussed the main challenges of implementing regional policy.

Deputy Prime Minister Oleksii Kuleba thanked the European partners for providing constant support and assistance to the communities of Ukraine. The Deputy Prime Minister of Ukraine also emphasized the critical tasks of regional policy:

- Implementation of the updated State Strategy for Regional Development until 2027;
- defining functional types of territories to

- ensure a territoriallyoriented approach to policy formulation and implementation;
- rebooting of the Interagency Coordination Commission for Regional Development;
- creating appropriate material, financial, and organizational conditions to strengthen the capacity of regional and local authorities in the recovery process;
- ensuring medium-term budget planning based on the updated Strategy and revised procedures for public investment management;
- maximizing the efficient use of available resources within the framework of the Ukrainian Plan will be a preparation stage for Ukraine to work with structural funds and other financial instruments of the European Union.







Oleksii KULEBA,
Deputy Prime Minister for
the Restoration of Ukraine Minister for Communities
and Territories Development
of Ukraine:

Implementing reforms aimed at gaining EU membership is one of the critical tasks of the state today. On its way to full membership in the European Union, Ukraine must fulfill several tasks, including improving the multi-level governance

system. Implementing the updated State Strategy for Regional Development until 2027 and coordinating efforts with high quality should reduce the gaps in the development of regions and territorial communities, promote cohesion of the entire Ukrainian space, and further Ukraine's integration into the EU. We can ensure recovery and promote the socio-economic development of Ukraine's regions and territorial communities.





EU INTEGRATION PROGRESS

The first sectoral consultations on transport policy were held in Brussels in preparation for the negotiation process on joining the EU



The Deputy Prime Minister attended the meeting for European and Euro-Atlantic integration – Minister of Justice of Ukraine Olha Stefanishyna, the Deputy Minister for Communities and Territories Development Serhiy Derkach, and the Head of the Mission of Ukraine to the EU Vsevolod Chentsov. Sectoral consultations are preparations for a bilateral meeting between Ukraine and

the European Commission regarding individual sections of the negotiations.

During the consultations, the participants agreed on a further algorithm for preparing for a bilateral meeting within the scope of screening the compliance of Ukrainian legislation with EU law under the negotiating chapter 14, "Transport Policy." In the upcoming months, the parties will

work on all areas of the Section to identify key gaps and develop a framework for legislative approximation in these areas. Next, according to the relevant negotiation section, there will be an official screening of Ukrainian legislation's compliance with EU law. The Transport section includes almost four thousand normative legal acts, and almost 400 need to be implemented into Ukrainian legislation.



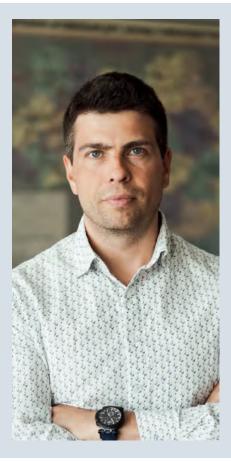


Oleksii KULEBA,
Deputy Prime Minister
for the Restoration of
Ukraine — Minister for
Communities and
Territories Development
of Ukraine:

The Ministry for Communities and Territories Development plays an important role in the European integration of Ukraine, particularly through the implementation of EU legal acts in regional policy, transport, and trans-European networks.

There are almost 4,000 legal acts, of which about

400 need to be implemented. We aim to create an infrastructure that meets European standards in each region, allowing communities to use financial instruments to implement modern transport solutions effectively. Regarding decentralization, it is the communities that will play a decisive role in implementing these innovations, which will allow qualitative changes at the local level to contribute to sustainable development and increase the quality of people's lives.



Serhii DERKACH,
Deputy Minister for
Communities, Territories
and Infrastructure
Development of
Ukraine:

Ukraine is currently going through an extremely important stage of the negotiation process - the screening of compliance of our legislation with the law of the European Union. The complexity of the transport policy is not simply the number of regulations that need to be implemented but the fact that we are talking about physical infrastructure and technical

regulations that must meet EU requirements. The "Transport" section covers all key types of transport: road, rail, aviation, sea, and river, as well as the development of trans-European networks, road management, and socially important transport. This is not only a technical issue - it is the foundation for our further development and integration into the European transport system. Our task is to create conditions under which Ukrainian transport and logistics will become integral to the European economic space.



EUR 44 MILLION ALLOCATED BY DENMARK FOR MYKOLAIV REGION PATRONAGE

Denmark has allocated two aid packages for Ukraine worth EUR 64 million







EUR 44 million of these funds will be used to support the Mykolaiv region as part of Denmark's patronage of the region

The assistance packages include ensuring the sustainable passage of the autumn-winter period, water supply to the region, restoration of critical social infrastructure and public institutions, attracting new investments, and supporting communities and residents in recovering from the crisis and building resilience.

In addition, part of the funds will be used to rehabilitate the region's residents and provide access to critical education, protection, mental health, and psychosocial support services.

According to Ole Mikkelsen, Ambassador Extraordinary and Plenipotentiary of the Kingdom of Denmark to Ukraine, in addition to patronage - cooperation in the state-region format, this assistance provides support for the city of Mykolaiv and Mykolaiv region by Danish business. Specifically, the reconstruction and modernization of the Admiral Makarov National University of Shipbuilding, as well as the construction of social housing, providing the region with modular and the city with apartment buildings.



Vasyl SHKURAKOV, the First Deputy Minister for Communities, Territories and Infrastructure Development of Ukraine:

I am very grateful to my Danish friends for their strategic support of Mykolaiv and the region in these significant challenges. The new comprehensive support program for 2025-2028 will accelerate European integration processes in communities and help us create an adequate social infrastructure.



HOUSING INSTITUTE ESTABLISHED IN UKRAINE

Ukraine has established the Housing Institute, which will research the issues and methods needed to reform housing policy



The Ministry for Communities and Territorial Development of Ukraine supported the establishment of the Housing Institute, initiated by the Norwegian Refugee Council in Ukraine.

The Housing Institute is designed to support central and local authorities, local self-government bodies, and civil society in matters related to housing policy by developing strategies, programs, projects, and regulations, developing knowledge and skills, and organizing events in the field of housing, taking into account the Ukrainian and international context.





Given the unprecedented scale of displacement and destruction, the Government of Ukraine has recognized the housing problem as one of the country's top priorities. This includes implementing a new housing policy that provides for

the development and financing of social and affordable housing, state and municipal housing funds, compensation for destroyed and damaged housing, and management of apartment building housing stock and property.

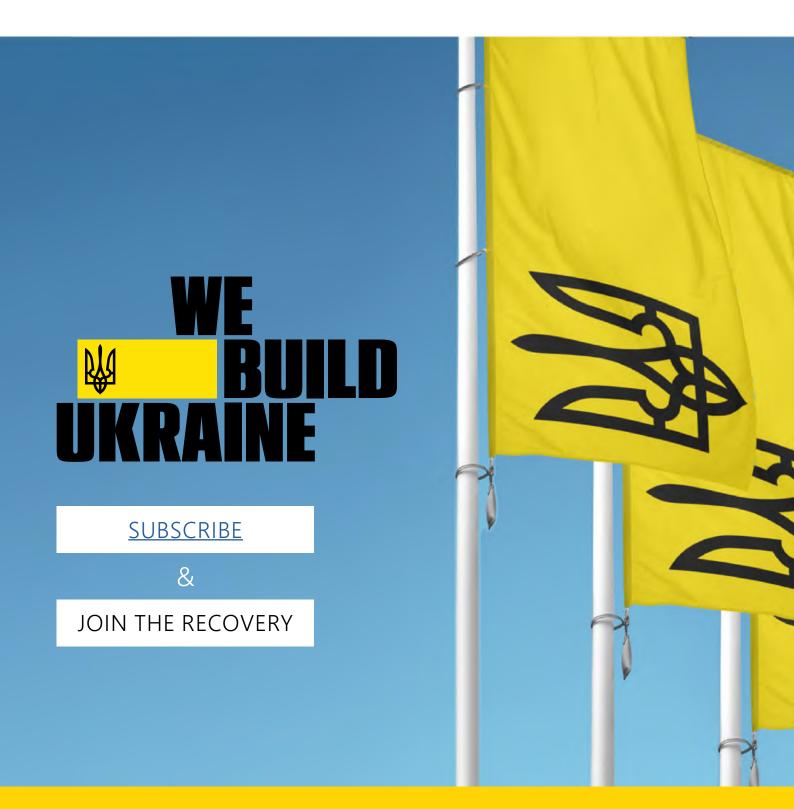




Nataliia KOZLOVSKA, the Deputy Minister for Communities, Territories and Infrastructure Development of Ukraine:

The Housing Institute is an essential project for Ukraine. The Ministry for Communities and Territories Development of Ukraine is adapting Ukrainian housing, construction, and urban planning legislation to European standards. With this in mind, cooperation with international partners is highly relevant. We have already come a long way in reforming outdated Soviet standards, but much work remains to be done. I am confident that together we will be able to overcome these challenges.





CONTACTS

WEB

FACEBOOK

TWITTER

DREAM

mtu.gov.ua

www.facebook.com/Ministry.for.restoration

twitter.com/minfrastucture

dream.gov.ua