OHR Calls on Government Leaders to End Damaging Legislative Delays

The OHR has called on BiH government leaders to end delays in passing crucial economic legislation. The High Representative, Paddy Ashdown, in his inaugural address to the BiH Parliamentary Assembly, defined his priorities as "first justice, then jobs, through reform." He went on to say that in modern economies, governments are responsible for creating the conditions in which investors and entrepreneurs can create jobs. He agrees with those who say that in BiH, economic legislation is often inadequate and contradictory. This discourages rather than encourages private enterprise and foreign investment. The High Representative believes that the governments both at the state and entity levels need to do more to make BiH an more attractive place for investment and job creation, and in particular to get sensible economic legislation onto the statute books.

On Tuesday, the Principal Deputy High Representative, Don Hays, sent a letter to Chairman of the Council of Ministers Dragan Mikerevic and Entity Prime Ministers Alija Behmen and Mladen Ivanic expressing grave concern about the failure of the state and Entity governments to secure passage of laws that are crucial for the creation of the Single Economic Space (SES) and the normal functioning of the BiH economy.

The Single Economic Space is a central plank in efforts to generate wealth, create jobs and raise living standards, yet the constant delays suggest "that the government bodies are not committed to improving the lives of people of this country," Ambassador Hays wrote.

He called for a new show of commitment to the passage of

twelve of the most critical laws.

He noted that passage of the State Veterinary Law will pave the way for a certification system that would allow the export of agricultural products from BiH to the European Union and other countries, potentially leading to the creation of thousands of new jobs. Yet this law, like other crucial pieces of legislation, is stuck in parliamentary procedure.

In the transport sector, appropriate legislation must be passed as soon as possible to attract direct foreign investment and facilitate and encourage exports. In the communication and electricity sectors, monopolies continue to exist, meaning high rates for individual citizens. An international phone call from BiH is more expensive than calls from any other country in Europe.

"These are common sense laws for the everyday functioning of a normal economy," Ambassador Hays wrote. "These laws are not radical or controversial. They set in place the practical conditions that enable businesspeople to get on with the job of creating wealth, expanding trade and employment, and raising living standards for the hardworking people of this country."

Ambassador Hays urged the government leaders to do everything possible to have these laws passed, assuring them of the full support of the International Community in this task.

Single Economic Space Laws that Require Urgent Passage

<u>Law</u>	<u>Current Status</u>
BiH:	Pending before BiH
State Veterinary Law	Parliamentary Assembly for three weeks.
FBiH: Amendments of Law on Banks	Submitted to the Federal Government in May.

FBiH:	Awaiting the FBiH
Law on Federation	Government decision to
Investment Bank	privatize or not to
	privatize.
FBiH and RS:	RS draft still in Ministry
Law on Land Registry	of Justice, FBiH draft law
Books	awaits consideration of
	the House of
	Representatives.
BiH:	Repeatedly rejected in the
Law on Concessions	Houses of Parliament often
	for the lack of RS quorum.
BiH:	Failed due to the lack of
Law on Statistics	RS support in the House of
	Representatives of BiH
	Parliament.
BiH:	Failed in both houses of
Law on Registration	BiH Parliamentary Assembly
of Legal Persons	after being adopted by the
established by BiH	Council of Ministers.
Institutions	
BiH:	Crucial amendments blocked
Amendment of Aviation	in both Houses of BiH
Law	Parliamentary Assembly.
BiH:	Pending before the Council
Communication Law	of Ministers since last
	November.
FBiH and RS:	At a standstill in both
Electricity Laws	RSNA and the Fed.
	Parliament. Further
	restructuring will be
	delayed up to a year
	without these laws.

BiH:	Passed by the Council of
Law on Customs	Ministers but bas been
Tariffs	blocked for months in BiH
	Parliamentary Assembly.
BiH:	Adopted by the Council of
Law on establishment	Ministers, pending before
of BiH Employment	the BiH Parliamentary
Agency	Assembly.