



# EIM's comments on "Best practices and challenges of cross border infrastructure management"

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# 1 – EIM – A quick introduction



#### EIM in a nutshell

Founded: March 2002

**Legal entity:** AISBL (International Non-Profit Association)

Office: Brussels, Belgium

Coverage: 11 countries

**Members:** 12 full members and 3 associate members

President: Pier Eringa (ProRail)
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#### **Mission**

- EIM **promotes** the development, improvement and efficient delivery of rail infrastructure in the EU
- EIM **represents** its members' political, technical and business interests to all relevant EU institutions
- EIM supports business development by providing a forum for cooperation

#### Vision

• EIM **supports** an open and seamless European rail network, promoting a safe and sustainable transport system



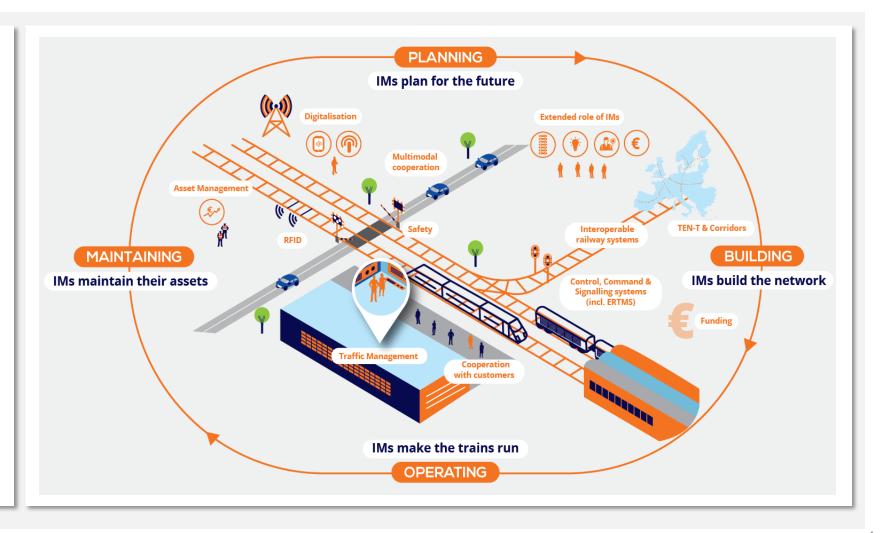
# 2 - The business environment of the IM - I

#### The value chain:

- Planning
- Building
- Operating
- Maintaining

#### The functions:

- Extended role
- Multimodality
- Interoperability
- Safety
- ERTMS & Signalling
- Customer management
- Traffic management
- Asset Management
- Digitalisation
- Cyber-/Security





## 2 - The business environment of the IM - II

#### Our business:

- Planning
- Building
- Operating
- Maintaining

#### Our tasks:

- Funding & resources
- Renewals & upgrades
- Traffic management
- Contingency management
- Safe operations
- ERTMS & Signalling
- Repairs & Maintenance
- Life Cycle Costing
- Digitalisation
- ...

Planning the railway



#### Strategy

- Long-term planning
- Funding
- Human resources
- Relationship with regulator and public funders
- Capacity allocation and charges

Building the railway



#### **Investments**

- Renewing and enhancing the rail infrastructure
- Ultimate design and development of projects
- Project management and delivery or procurement
- Land ownership

**Making trains run** 



#### **Operations**

- Operating a safe network (operation and control centres)
- Meeting needs of customers (RUs and ext stakeholders)
- Path allocation
- Signalling/ Traffic management
- Ensure safety and meet customer needs

Looking after the network



#### Maintenance

- Whole life management of assets
- Maintenance working closely with Asset Management teams
- Data collection to improve decision making
- · Minor renewals and enhancements



# 3 – Cross border infrastructure management

#### **Main comments:**

- Rail infrastructure is a national asset and thus not "international";
- Rail Baltica is the first multishareholder project of its kindand thus unique (no comparable best practice);
- The single European railway area (SERA) with seamless cross-border operations is still not the norm, but an exception;
- A successful cross-border rail infrastructure requires harmonised political, technical, financial and operational rules and procedures;
- Rail Baltica has the unique chance to become the "best in class" example for a successful multicountry EU compliant infrastructure project and in future cross-border IM.

# O approaches poo

- Adoption of the 4th RP which fosters cross-border traffic (e.g. vehicle authorisations and safety certifications via the EU Agency for Railways; liberalisation of national rail passenger markets);
- Directive 2012/34 on the SERA (Recast) allows Member Stages to establish cross-border agreements to facilitate cross-border traffic;
- Platform of rail infrastructure managers in Europe (PRIME) addressing rail infrastructure issues, incl cross-border topics;
- EC initiative "Issue Log" to overcome technical-operational obstacles to cross-border traffic;
- Connecting Europe Facility (CEF) to fund cross-border missing links;
- Rail Baltica benefits from wider EU support (incl from EIM).

# S Ü Challeng

- Technical harmonisation 'in progress': Different technical rules and legacy systems across the EU -> there are no best practice rules, yet - but the EU and the sector are working on it;
- Operational harmonisation 'in progress': Different operational rules across the EU, e.g. language, contingency management, commercial conditions and other aspects, etc. -> harmonisation initiatives have been launched;
- Different procurement rules: not an issue for national projects but well for cross-border projects like Rail Baltica;
- Fiscal and financial incentives to foster cross-border traffic by rail incl the related feeder lines;
- Lack of data for cross-border sections to support planning and facilitate quick project uptake and cross-border traffic.



# 3 – Cross border infrastructure management

amples

- Channel Tunnel (UK/FR): inter-governmental committee;
- High-speed line between Perpignan Figueres (FR/ES): harmonised governance during project delivery (incl on procurement);
- Fehmarnbelt Fixed Link road/rail tunnel (DE/DK): risk allocation between countries in project delivery;
- Brenner Base Tunnel (AT/IT): solutionoriented (and not code-oriented) project delivery.

Non-Key sub a

- Cultural differences to rules, standards and regulation;
- Operational differences between countries and railway operations;
- Double work (each side works on its own), increasing costs and delays;
- Different procurement rules\*;
- Lack of data and transparency.

<sup>\*</sup> We are probably witnessing a paradigm change on EU level, reducing the emphasis of political discretion but increasing the regulatory oversight and execution.



# 4 – Governance benchmarking

Line	Border	Organisation	Assets	Drawbacks
Trieste- Divaca	IT-SI	■EEIG among IMs ■IGC among MS ■Med Corridor	<ul> <li>The creation of a European Economic Interest Grouping reassured the European Commission and INEA</li> <li>The project was strongly pushed by coordinator Brinkhorst (now Radicovà)</li> <li>Both Member States and IMs have their respective fora (IGC &amp; EEIG) while they also meet in the framework of the corridor.</li> </ul>	■ The Intergovernmental Commission does not guarantee success. Trieste-Divaca was criticised by the Commission in 2013 for a delay that was due to a lack of commitment by IT
Euralpine Tunnel Lyon-Turin	FR-IT	<ul><li>IGC among MS</li><li>Joint stock company</li><li>Med Corridor</li></ul>	<ul> <li>Coordination through unique project promoter</li> <li>Sufficient means and competence to develop the project</li> <li>Having a single President/Head makes the representation of the company more cohesive.</li> </ul>	<ul> <li>Unbalanced relationships between France and Italy :         <ul> <li>More funding from Italy</li> <li>Most of the works are on FR territory.</li> </ul> </li> <li>Share of public financing is very high and is therefore relying on political decisions → less certainty.</li> </ul>
Rail Baltica	EE-LT-LV	<ul> <li>Stock company</li> <li>International         Agreements</li> <li>North Sea Baltic         Corridor</li> </ul>	<ul> <li>Unique project promoter: Special Purpose Vehicle</li> <li>Strong political commitment</li> <li>Strong support from the European Commission and coordinator</li> </ul>	RB Rail is a mix of different governance models (3 companies holding the shares of RB RAIL SA) that are ultimately controlled by Ministers from the 3 Member States. This is a challenge to the operational capacity of the joint company.



# 5 - Outlook











# Thank you very much for your attention

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