OHR BiH Media Round-up, 12/12/2002

CROAT RADIO HERCEG-BOSNA	BH TV 1	FED TV	
(18,00 hrs)	(19,00 hrs)	(19,30 hrs)	
iH HoR adopts next year's budget Budget expenses – 325 million-KM Up to 1 million peop on foreign debt BiH citizenship		Up to 1 million people might lose BiH citizenship	
Strike of education workers in HNK		Arizona on agenda of Croatian Congress Board	
Tomac claims media misquoted him		Redemption of apartments with certificates	
		BiH budget adopted	

Oslobodjenje		
	High penalties for negligence; Road taxes increasing prices?	
Dnevni Avaz	Silajdzic does not want in the government, waiting for SDA's reply; UN will help reforms;	
	Jonjic accuses HDZ and Hadzovic; Bedrija Hamzic gave birth to triplets	
Dnevni List	Due to slow constituting of new authority, BiH citizens with dual citizenship might be	
	deprived of BiH citizenship - Ashdown will proclaim changes of Law on Citizenship	
Vecernji List	Scandal in the Federation Government - ministers are illegal employees	
Slobodna	Who owes what: OHR demands from politicians to give up profitable jobs or their	
Dalmacija	positions: Minister of Trade has shops, Minister of Social Welfare pharmacies, and	
	Deputy Minister of Defense flower shops	
Glas Srpski	Sufferings of convict Milomir Tepes continue – new prison, same old pain; Drvar- wild	
	boar kills a hunter	
Nezavisne Novine	BiH House of Representatives passes BiH budget - PDP and SDS support financing of BiH	
	law-suit against FRY; Banja Luka District Court – judges are freezing, most trials	
	postponed	
Blic	A man kidnapped a policeman's wife and then committed a suicide in a forest; Orao is	
awaiting a permission to export to 'Rolls-Royce'; Ranka Misic: The budget re		
l	not fair; Dodik: A new affair in the customs looms	

Political parties/new government

Silajdzic won't be BiH

Avaz pg. 1 and 8, Oslobodjenje pg. 1 and 6 - Sahbaz Dzihanovic stated yesterday after a SBiH Presidency session that 'due to personal reasons and after analysing the overall political situation, SBiH Presidency supported Silajdzic's decision not to be SBIH's candidate for the CoM Chair'. As for the talks with the SDA, Dzihanovic stated that they were sticking to their original offer to the SDA. According to the offer, SBiH wants to split Bosniaks seats in the future government with the SDA. According to Oslobodjenje, SBiH Presidency members had different opinions on whether to co-operate with the SDA. Apparently, Beriz Belkic and Spomenka Micic were against the idea. They insisted on co-operating with moderate parties, and suggested that at entity and state level SBiH was in charge of the opposition. Avaz reported that Safet Halilovic, SBiH President and Adnan Terzic, SDA Vice-President 'met for a coffee yesterday and talked about possibilities of bringing closer positions of the two parties. Slobodna Dalmacija pg. 15 by <u>Blanka Magas</u> – according to the current distribution of forces at the BiH political scene, SBiH will not participate in the executive authority at both the Federation and state level. "After two-months long negotiations, during which the SBiH leadership was arrogantly demanding two thirds of Ministerial positions, their unrealistic demands resulted in the situation that along with SDP this party will be the biggest opposition to the authority. The national parties will form authority at the state and entity levels with the support of smaller parties," reads the article. Namely, the ruling parties are willing to give smaller parties high-ranked positions at the Federation authority, such as the position of the President and Vice President of the BiH Federation as well as the managerial posts in some public companies and steering boards.

Opposition vs. Mikerevic

SNSD on new RS government

Avaz pg. 8 'Mikerevic is Ivanic's extended arm' – according to daily's sources, it is becoming more evident that Mikerevic will distribute eight ministerial posts for Serbs between the PDP and SDS. Those better-informed claim that the combination will be more satisfactory for both parties rather then an option of the PDP getting five and the SDS three ministerial seats. There have also been rumours about names of future ministers. Simeun Vilendecic has been mentioned as the possible candidate for the Finance Minister (currently working in the same post), and Sinisa Djordjevic, Ivanic's Hague Advisor, as the new Mol head. There have been warnings from the opposition that Mikerevic is Ivanic's 'extended arm' and shall carry out whatever Ivanic wants. Oslobodienie pg. 6 'Dodik for the premature parliamentary elections'. Glas

SDA on supporting RS PM

Oslobodjenje pg. 6 'Dodik for the premature parliamentary elections'. Glas Srpski pg. 2 'SNSD wants early elections' – SNSD President, Milorad Dodik, stated on Tuesday that his party will advocate for the holding of premature parliamentary elections at the next local elections because the current coalition in the RS government was deadly for the RS. "It is not SNSD's goal, as the SDS tries to present it, the ruining of the RS Parliament, but the RS Assembly Chair Dragan Kalinic," said Dodik. According to Dodik, his party holds information about a new customs affair related to the import of shoes at the price of 0,95 KM. As for the state VAT, the SNSD supports the VAT in BiH, but requests a mechanism that would ensure that VAT incomes remain the entity incomes. The Head of the SNSD caucus, Krstan Simic, said that the aim of SNSD's activities in the Parliament would be to expose a political philosophy, which had deceived the people in the RS for ten years. (Reported in Blic on pg. 2 'Srpska's Parliament in crisis').

Blic pg. 2 'SDA conditions support to RS PM', Nacional pg. 11 - the SDA Presidency member, Adil Osmanovic, confirmed that the SDA was ready to support the nomination of the RS PM, Dragan Mikerevic, under condition that the SDA proposed the Vice-Premier and three ministers. He further confirmed that during the meeting with the SDA President, Sulejman Tihic, he was informed that the SDA would demand to assume one of the key ministerial positions, most probably the ministerial positions of finance, defence or internal affairs.

Avaz pg. 4 'State budget of \$30 million KM adopted', Oslobodjenje pg. 8 'Budg of BiH institutions amounts \$30 million-KM' - members of the BiH HoR adopted is veteradry's session state budget of \$30 million-KM (or of the amount. 26 and the service of th Pensions for war invalids ld passports Police accredi Ze-Do Canton Illegal employees in FBiH Mol Law on Conflict of Interests Commentary in Oslobodjenje OHR stops co in Glogova Dodik to testify in favour of Plavsic and that she was supposed to know about the meglighnore. According to the supposes, she was to use the information to policiarly discredit some ministers furing the pre-election campaign, but the due to unknown reasons it was never found to the pre-election campaign, but the due to unknown reasons it was never found to the control of the pre-election campaign, but the due to unknown reasons it was never found to the control of the pre-election campaign, but the due to unknown reasons it was never found to the control of the pre-election campaign, and the control of the ommentary in ecernji List variament can be diplomatically transferred to Bir in order to help us. "Tomics about one glip 4 Tomics with case 19 Sept 19 S ing onlered, various tested and unlessed schooling systems are being oliere , as well as expertise of foreign experts, but nobody offers money. But, a ter climate is awaited for other reforms. It could be a reform of the Dayton reement and the Federation Constitution", concludes Zelenika.

OHR/International Community	

Round table on customs reform

OHR campaign in RS

Platform for united Mostar

PDHR Hays on VAT

HR Ashdown in Moscow Oslobodienje pg. 3 'Significant help of Russia for BiH reforms', Avaz pg. 3 Russian help of vital importance', Glas Srpski pg. 3 'Ashdown in Moscow', Nezavisne Novine pg. 4 'Ashdown: Russia plays important role in the process of reforms in BiH' - HR Paddy Ashdown met yesterday in Moscow with the Russian Minister of Foreign Affairs, Igor Ivanov. Ashdown stated that the IC was united concerning the common program, which is the establishment of the rule of law. Minister Ivanov emphasised the importance of the economic reform, especially when it comes to the issues of state customs and VAT. Dnevni List carries a representative of the Russian Foreign Ministry, Alexander Jakovenko, as saying that 'the Dayton Agreement represents the basis of the peace process and securing of balance of interest in BiH'. "The failure to respect the agreement could undermine the foundations of the yet fragile stability and relations between two entities and three peoples that live in BiH. All more important decisions on political-economic system should be taken on basis of freely expressed consensus of all sides".

Avaz pg. 4 'BiH is the only state in Europe that does not have single customs', Glas Srpski pg. 3 - Renzo Davidi, the Chief of Working Group for Reform of BiH Customs, stated that introduction of the joint BiH administration would be the only way to increase the efficiency in collecting customs. Davidi said that the existing customs system in BiH is expensive and inefficient and does not ensure the application of customs legislation at the BiH level. According to him, the main problem is the existence of three different customs administration, which are not capable of fighting the customs fraud, smuggling and crime in an efficient way.CAFAO Chief, Alan Jensen, spoke on the necessity of introducing the state VAT. The statements were made during a round table discussion entitled 'Reform of the customs system in BiH' held yesterday in Banja Luka. Nezavisne Novine reported on the same issue pg. 2 'VAT will not endanger entities' – Davidi's statement that 'the fiscal sovereignty of entities will not be endangered with introduction of a joint customs and tax administrations.' "This is because the revenues, which will be collected on one account, will be further distributed to entities," said Davidi.

Please note that the ATV reported last night in its prime time news at 19:00 that there was some misunderstanding regarding a meeting that PDHR Donald Hays had with representatives of the RS parties the day before yesterday. ATV reported that Hays said that all the RS parties agreed on the introduction of VAT and that the SDS and RS Prime Minister denied that. Avaz pg. 10 'Experts will present advantages of VAT to businessmen',

Oslobodjenje pg. 2 'OHR continues its campaign' - OHR Spokeswoman in Banja Luka, Sonja Pastuovic, confirmed yesterday that representatives from the OHR Economic department continued their campaign of presenting advantages of introducing the state VAT. The discussion on the topic will take place on December 16 this year at the Banja Luka University for Economics. Oslobodjenje pg. 6 'Egual and democratic community' – head of OHR in Mostar, ean Pierre Bercot, received the Platform for Action that outlines the construction of Mostar as a multiethnic, equal and democratic community. Eighteen Mostar city councillors from the Coalition for united and democratic BiH (includes members from the SDA, SBiH, SDP and independent councillors) adopted the Platform on December 3. The news was announced during a press conference in Mostar yesterday. Slobodna Dalmacija pg. 1 and 15 by Marijan Sivric - an editorial regarding the unification of Mostar. It says that the administrative and political unification of Mostar will not go smoothly even after the constitutional changes have taken place. This is because Bosniaks, who oudly advocated for unified city, now claim that Mostar and Bosniaks are now threatened with 'Croatization' requesting the status quo. The author also suggests that Mostar should become one constituency in order to avoid the situation that the strongest party in the elections, which has always been the HDZ, does not have most number of councilors in the City Council. Dnevni List pg. 7 by <u>Darko Jukic</u> – carries a similar editorial to the one featured in Slobodna Dalmacija. The author, however, notes that the SDP and SDA are in coalition only in Mostar, which, according to Jukic, speaks for itself. The author also says that OHR and other representatives of the IC should come up with stances regarding the future organization of Mostar as one normal city. "Than, some things would be clearer, from what the establishment of Mostar's going to be like to who is going to implement it", says Jukic.

Nacional pg. 11 'VAT comes into force in 2004' - reports that preparations for ntroducing VAT in BiH do not go as planned. PDHR Donald Hays recently told representatives of political parties that participate in the work of the RS Parliament that VAT should replace current sales tax by 2004. According to his, that would increase the budget revenues. "VAT is much better solution than sales tax," Hays said. However, not everyone shares his opinion. President of the RS Government, Mladen Ivanic, thinks that collection of taxes and customs duties on BiH level would be an additional problem in relations between the entities. "The problem would be reallocation of collected revenues among entities," Ivanic said. On the other side, OHR thinks that the VAT system of collecting should be single one, and that revenues should be reallocated to the entities on equal parts. "I will not say that everyone agrees on the issue, but they support the introduction of VAT with single tax rate, single tax policy and administration," Hays said. He warned that those opposing VAT want in fact to evade tax paying.