

CAREC Public Private Partnership

AWARENESS WORKSHOP

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FINANCING OF A PPP PROJECT.

- **Project financing.**
- **Financial viability.**
- **Revenue structures. Contract based and market based revenue.**
- **The significant role of lenders. Lenders' safeguards.**
- **The lifecycle of a financial arrangement. Refinancing.**

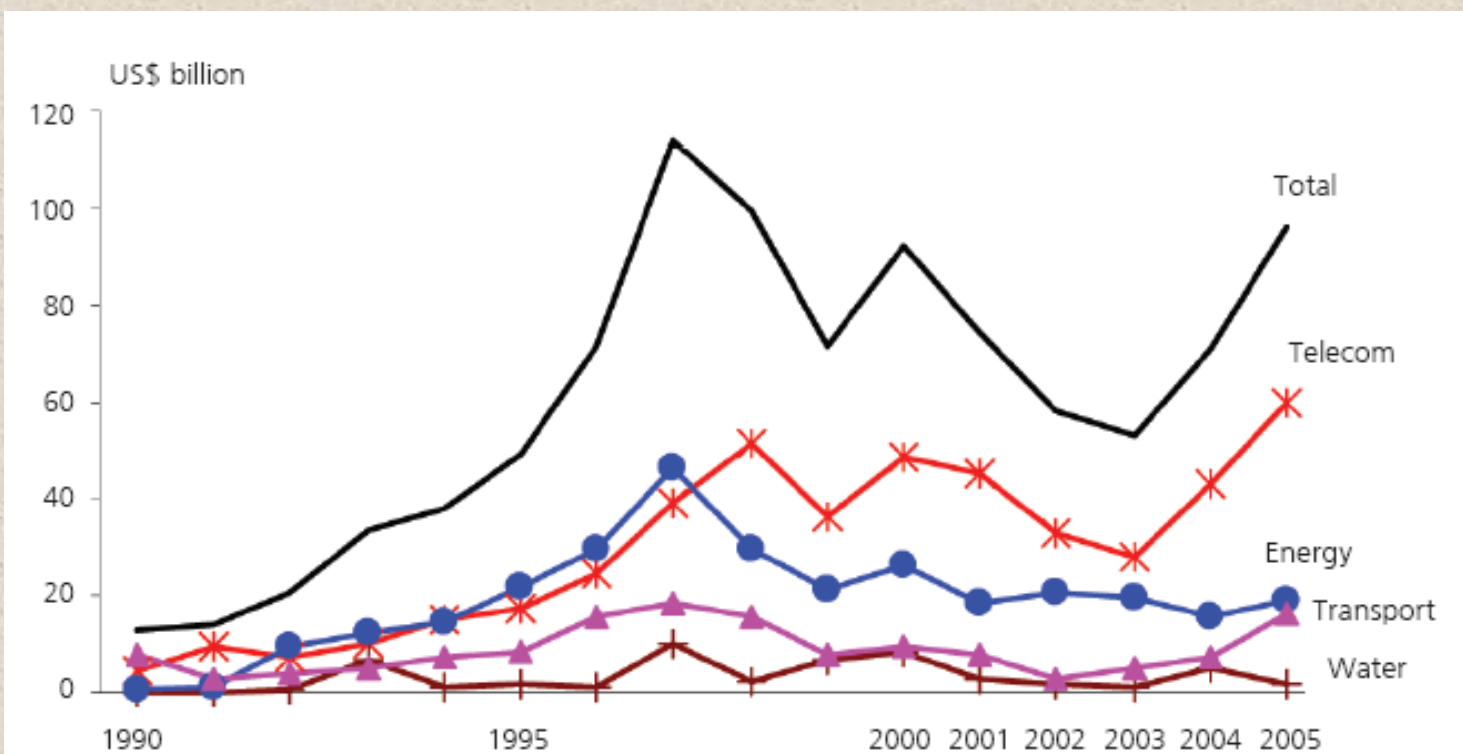
ACCEPTED STANDARDS FOR RISK ALLOCATION

- **The risk profile of a PPP project.**
- **Private company's accepted risks.**
- **Project risks to be allocated to government/ government agency.**
- **Customary insurance.**
- **Allocation or sharing of residual risks.**
- **The cost of allocating external, uncontrollable risks.**

PPP PROJECT IMPLEMENTATION

- **Construction phase.**
- **Operation and maintenance phase.**
- **Maintenance performance.**
- **Public monitoring and reporting.**
- **Renegotiation of contract terms.**
- **Transfer phase.**

Investment Commitments in Infrastructure Projects with Private Participation in Developing Countries by Sector, 1990–2005



The World Bank estimates that about 70% of infrastructure investment currently comes from the public sector, 8% from official development assistance, and 22% from the private sector.

Source: <http://ppi.worldbank.org/features/sept2006/currentFeatureSept2006.pdf>