

Investing & financing in Public-Private Partnership projects

ENSURING EFFECTIVE NG-LGU COLLABORATION IN PPP

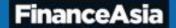
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Investing & financing in Public-Private Partnership projects

TWO (2) PERSPECTIVES:

- A. NG-SPONSORED PPP PROJECTS
 - ENSURING LGU SUPPORT AND COOPERATION FOR NG-PPP PROJECTS
- **B. LGU PPP PROJECTS**
 - STRENGTHENING LGU CAPACITY TO VENTURE INTO PPP



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A. NG-SPONSORED PPP PROJECTS

ENSURING LGU SUPPORT & COOPERATION FOR NG-PPP PROJECTS

Challenges

- 1. Site Acquisition, Road Alignment, Right-of-Way (ROW)
 - NG-LGU coordination/harmonization of PPP projects in both the national and local development planning processes and in the different stages of project implementation
 - Outdated Land Use Plans
- 2. Permits, Taxes, Clearances
 - Business climate/ conduciveness of LGU policy environment



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A. NG-SPONSORED PPP PROJECTS

- 1.0 DILG will both act as a FACILITATOR and ADVOCATE of PPP
 - 1.1 As a FACILITATOR, DILG, will issue a Memorandum Circular, for the establishment of a PPP Sub-committee in the Local Development Council "PPP Localization Committee"
 - Integration of PPP concerns in the local development planning process (ROW and Road alignment requirements included in spatial plans)

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A. NG-SPONSORED PPP PROJECTS

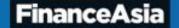
- Alignment of local policy environment with PPP through:
 - Development/review/update of relevant local ordinances to integrate provisions that will support PPP
 - i.e., Land use and zoning ordinances, Local Business Taxes, Real Property Taxes, Fees and Charges under the Local Investment Code
 - Simplification of other local government systems consistent with the Anti-Red Tape Act (ARTA)



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A. NG-SPONSORED PPP PROJECTS

- 1.2 As an ADVOCATE, DILG will
 - Encourage LGUs to expand the role of the Local Economic and Investment Promotions Officer (LEIPO) as <u>facilitator of PPP</u> <u>implementation during Project execution</u>
 - In partnership with the PPP Center, capacitate LEIPO as LGU focal person of PPP



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A. NG-SPONSORED PPP PROJECTS

Mechanisms

1.3 As a FACILITATOR, DILG will

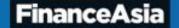
- Facilitate constant dialogue and review with the PPP Center, Proponent Agencies and concerned LGUs to anticipate problems and identify potential issues that might affect implementation of PPP
- Act as a conduit for both the NG and LGUs on PPP concerns and initiatives



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A. NG-SPONSORED PPP PROJECTS

- 2.0 Localization of NG-sponsored projects
- 2.1 Continuous consultations and dialogues with LGUs from project planning to project completion to serve as venue for all parties to articulate concerns (i.e. NG to clarify ROWs, LGUs to clarify local taxes and clearances, as early as the planning stage)
 - LGUs are STAKEHOLDERS and their involvement at the onset is crucial



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A. NG-SPONSORED PPP PROJECTS

- 2.2 Engagement of CSOs, NGOs, religious groups, media, affected communities and other concerned sectors
 - engagement at the onset is crucial since they are also STAKEHOLDERS and they can also serve as 'watchdogs'
- 2.3 Formalize agreements with stakeholders



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B. LGU PPP PROJECTS

STRENGTHENING LGU CAPACITY TO VENTURE INTO PPP

<u>Challenges</u>

- 1. Level of awareness and appreciation of LGUs on PPP
- 2. Capacities of LGUs to engage in PPP Projects
- 3. LGU NG Collaboration
 - Road Alignment ROW/ Taxes/Clearances



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B. LGU PPP PROJECTS

Mechanisms

DILG, in partnership with relevant agencies, will:

- 1. Institute a continuous program to increase level of awareness and technical capacities of LGUs in preparing and facilitating PPP Projects
- 2. Assist LGUs in identifying strategic projects for PPP financing



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B. LGU PPP PROJECTS

- 3. Pursue and encourage partnerships among NGAs in creating financing opportunities for LGU PPP
- 4. Strengthen awards and incentives systems to encourage LGUs venture into PPP (i.e business-friendly LGUs)



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B. LGU PPP PROJECTS

Mechanisms

5. Promote a culture of database development for investments and business promotion purposes



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THANK YOU!