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Investing & financing in Public-Private Partnership projects

ENSURING EFFECTIVE NG- LGU COLLABORATION IN PPP

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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 - ***Outdated Land Use Plans***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

Mechanisms

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)

A. NG-SPONSORED PPP PROJECTS

Mechanisms

- Alignment of local policy environment with PPP through:
 - ⑩ 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*
 - ⑩ Simplification of other local government systems consistent with the Anti-Red Tape Act (ARTA)

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A. NG-SPONSORED PPP PROJECTS

Mechanisms

1.2 As an ADVOCATE, DILG will

- Encourage LGUs to expand the role of the Local Economic and Investment Promotions Officer (LEIPO) as facilitator of PPP implementation during Project execution
- 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

Mechanisms

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

Mechanisms

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***

Challenges

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

Mechanisms

- 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)**

B. LGU PPP PROJECTS

Mechanisms

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

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THANK YOU!