

Topic of presentation:

**“PPP COMPETENCIES IN UKRAINE:
CURRENT SITUATION AND PROSPECTS”**



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Speaker of Round table: "Developing competencies of PPP professionals"

Online Forum PPP



2nd PPP Investment Forum

"PPP in the face of pandemic: challenges and opportunities"

Who we are



PPP Academy was established in Ukraine on January 2014

PPP Academy has a great experience in Public-Private Partnership starting from the development of legislation up to preparation of PPP proposals, including a lot of unsolicited. We have a partnership relations with many well-known Ukrainian and foreign companies and educational institutions, actively cooperate with the United Nations Economic Commission for Europe, in particular, with the UNECE International PPP Center of Excellence

The team of the Academy consists of qualified specialists who have fundamental knowledge in various fields of law, economics and finance, public-private partnership and extensive experience in practical, scientific and educational activities.



More information about us on <https://appp.com.ua>

What we do



✓ **Analytics & legislation**

✓ **PPP projects**

✓ **Urban Strategies**

✓ **Trainings**

✓ **Conferences**



PPP in Ukraine: some facts

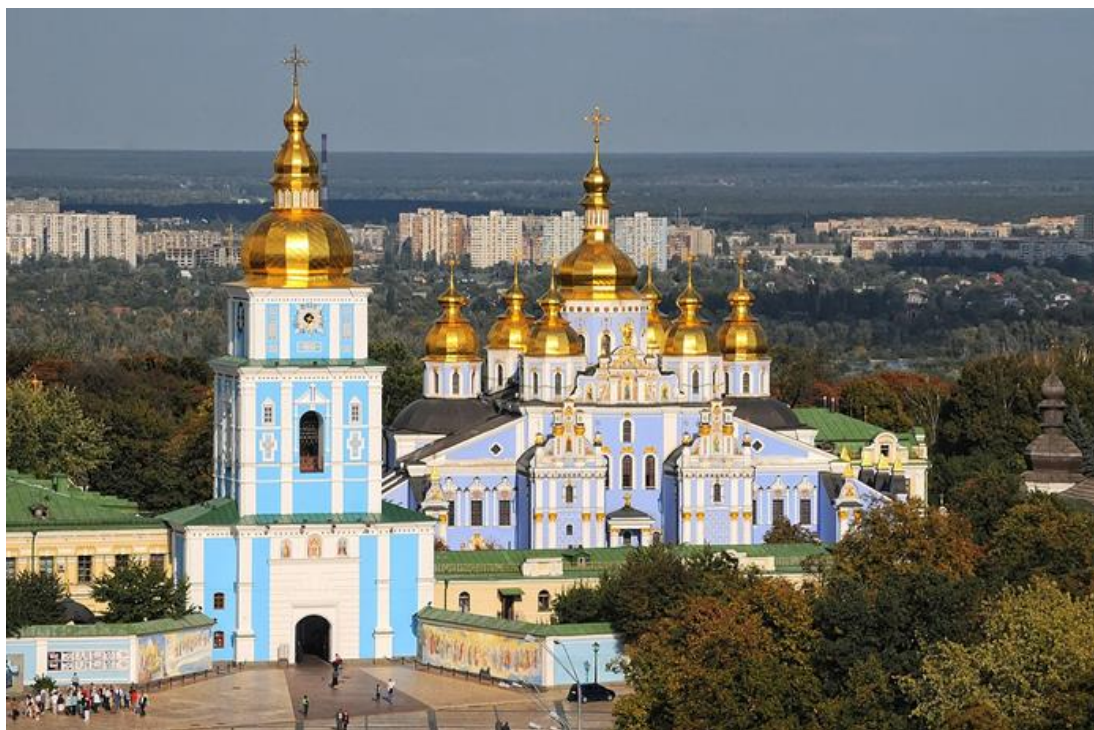
- ❑ Ukraine has huge needs in infrastructure (roads, railroads, heating and water supply systems, waste and wastewater treatment et.)
- ❑ Budget resources are strictly limited. It is impossible to eliminate existing infrastructure problems at the expense of state and local budgets
- ❑ Investing in Ukraine is attractable for a private business (good location, excellent PPP legislation etc.)



Population, million	42.0
GDP, current \$ billion	153.2
GDP per capita, current \$	3,649
Life Expectancy at Birth, years ⁽²⁰¹⁵⁾	71.2



PPP in Ukraine: legal framework



STAGE I:

1999 – the Law on concessions and several laws on peculiarities of concessions in different fields

2010 – the PPP Law and sub-laws

STAGE II:

May 2018 – the new redaction of PPP Law is in force

October 2019 - the new Law “On concession”, amendments to the PPP Law and other laws of Ukraine
By-laws on PPP issues



PPP competencies in public sector

- Lack of PPP specialists in line ministries and local governments
- Absence of standards for education in the field of PPP.
- State universities and institutes are not involved in the training of PPP specialists.
- No qualification requirements for public officials responsible for PPP.



PPP / concessions in practice

UNTIL MAY 2018

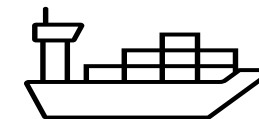
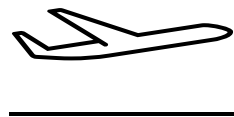
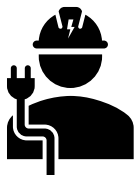
A lot of concessions (about 200), but:

- no new assets have been created
- no international or foreign investors participated
- no evidence of success
- mostly look like leasing contracts

AFTER MAY 2018

On the state level (state assets):

- Two solicited proposals for seaports that have been prepared by the Ministry of infrastructure with assistance of EBRD and IFC as concessions
- 6 unsolicited proposals** (1 – in port, 3 – in airports, 1 – in energy sector, 1 – educational campus)



Business is interested in doing PPPs in Ukraine

Public authorities not only lack the capacity to prepare PPP projects that could be interesting for investing, but also are not ready to professionally consider the proposals of private business.

The consideration process is extremely slow.

- In accordance with the Law, any PPP proposal (solicited and unsolicited) should be evaluated and the decision on their implementation (or not) should be adopted not later than in 3 months
- In practice, USPs are considered from 6 months until 3 years



Main barriers for PPPs in Ukraine

- ❑ low qualification level of public authorities (both central and local)
- ❑ lack of strategies and plans for the infrastructure development at the state and municipal levels;
- ❑ suspicious attitude of public authorities to private business and, as a result, the lack of dialogue between them
- ❑ lack of interest of civil servants in infrastructure development
- ❑ no institutions (universities, colleges etc.) providing for education in field of PPP



Almost all problems could be avoided if a public partner (authority) has the necessary qualification in the field of infrastructure development and PPP, and is responsible to the society for the results of its management decisions

Taking into account a great demand in capacity building in Ukraine and global restrictions related to the pandemic of COVID-19

We started our ONLINE training courses on PPPs

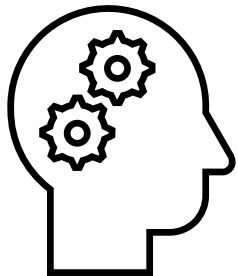




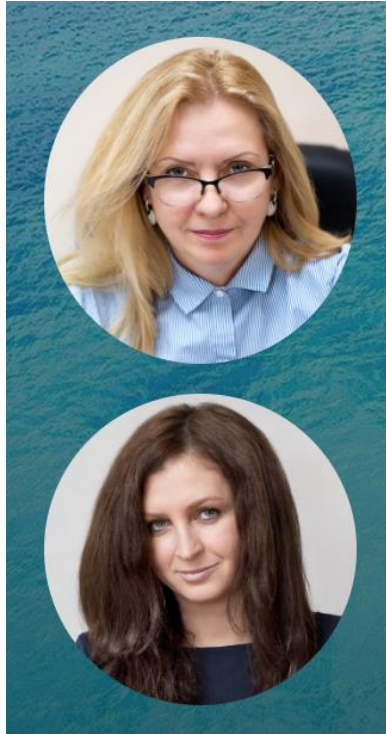
Our trainings

We have launched the educational project entitled “**Public-Private Partnership: everything, that public authorities, business and civil society shall know to apply this mechanism for sustainable development, improving quality of life and prosperity**” - <https://academy-ppp.com/>

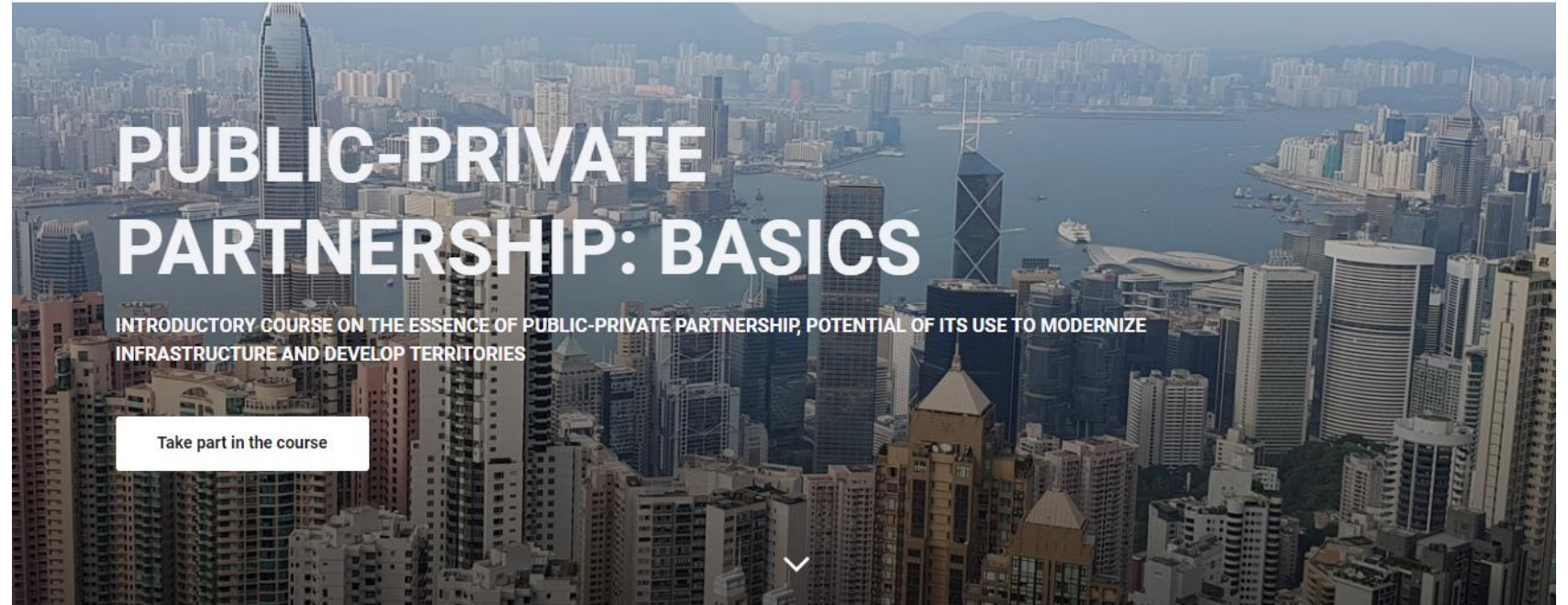
- Online trainings are available in three languages: English, Ukrainian and Russian
- Video lessons are pre-recorded in professional quality
- Lessons are available for multiple use over a given period
- Lessons contain tests
- Certificate is issued based on successful completion of a course by a participant



For public authorities



On-line courses of the Academy of Public-Private Partnership



<https://academy-ppp.com/page5>

Take the first step to understanding of:

- ✓ what is a public-private partnership
- ✓ why does a public authority need a PPP
- ✓ how to understand - when and for what purpose it makes sense to use this mechanism



Academy of Public-Private

Program of the Basic Course for Public Authorities



Public-Private Partnership: essence of the mechanism
Introductory lesson on the essence of public-private partnerships



Types and forms of public-private partnership
Characteristics and features of various forms of PPP



Main stages of preparation and implementation of PPP projects
How to start a project using the PPP mechanism



Risks of PPP projects
How to share risks in public-private partnership agreements



Advantages of PPP
How to make a decision - whether to attract private business for the implementation of the infrastructure project



How we plan to proceed

- ❑ NEW ONLINE TRAININGS ON SPECIFIC PPP ISSUES (ADVANCED LEVEL)
- ❑ INTERNATIONAL COOPERATION ON EDUCATIONAL ACTIVITY

Joint development and conduction of training programs and seminars with our partners:



- Kazakhstan Public-Private Partnership Center
- UN Global Compact (Ukraine)
- DSEIN | Sustainable Smart Cities Association (Istanbul)
- Public Private Partnership Knowledge Hub Organization (Afghanistan)





Thank you for your attention

Web site of the PPP Academy <https://appp.com.ua/>
Training portal <https://academy-ppp.com/>