Pathways to Tackle Regional Disparities Across the Archipelago

“ENCOURAGING ALTERNATIVE FINANCING THROUGH PUBLIC PRIVATE PARTNERSHIP”

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Direktur Kerja Sama Pemerintah Swasta dan Rancang Bangun
Ministry of National Development Planning/Bappenas

Jakarta, 10 July 2018
Planning for Infrastructure Development

1 Risk Management
- Risk Identification
- Risk Allocation
- Risk Mitigation

2 Smarter Funding
- PPP
- VGF
- DAK
- State Budget
- Private Financing

3 Planning Tools
- 5 Case Model
- VfM
- PSC
- CBA
Financing for Infrastructure in Indonesia

**Total Investment for Indonesia Infrastructure in 2015-2019:**

- **State Budget:** USD 148.2 Bn (Rp. 1.978.6 Tn) (41.3%)
- **SOE:** USD 79.8 Bn (Rp. 1.066.2 Tn) (22.2%)
- **Private:** USD 131.1 Bn (Rp. 1.751.5 Tn) (36.5%)

**Infrastructure Investment**

**Traditional Procurement**
- **Construction Risk**
- **Land Procurement**
- **Increase of Construction Cost**
- **Increase of Operational Cost**
- **Allocated Risk to Government**

**Public Private Partnership**
- **Allocated Risk to Private**
Umbulan Water Supply
US$ 140.7 Million
# Monitoring and Evaluation in PPP Project

## PPP Project in Ministry/Agency

<table>
<thead>
<tr>
<th>No</th>
<th>Project</th>
<th>Q2 2018</th>
<th>Q3 2018</th>
<th>Q4 2018</th>
<th>Q1 2019</th>
<th>Q2 2019</th>
<th>Status</th>
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<td>OBC</td>
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## PPP Project in Local Government

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### PPP Stages

- **PS** = Preliminary Study
- **OBC** = Outline Business Case
- **FBC** = Final Business Case
- **PQ** = Preliminary Qualification
- **RFP** = Request for Proposal
- **BA** = Bid Award
- **CS** = Contract Signing
- **FC** = Financial Close
- **C** = Construction

### Timeline

- **Existing**
- **Planning**

### Status

- **Green**: on the track
- **Yellow**: needs attention
- **Red**: needs extra attention

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