



AGENCY FOR SUPPORT OF
PUBLIC-PRIVATE PARTNERSHIPS



MINISTRY FOR DEVELOPMENT OF ECONOMY,
TRADE AND AGRICULTURE OF UKRAINE

PUBLIC-PRIVATE PARTNERSHIPS IN UKRAINE

From 2017 onwards, Ukraine has been working systematically to ensure sustainable development and the implementation of the PPP mechanism, according to international best practices

The Cabinet of Ministers of Ukraine has made as one of its main priorities the investment attraction in infrastructure development via PPP mechanism



Economic stimulus programme for 2020-2022, intended to counteract negative effects of restrictive measures taken to prevent the spread of acute respiratory disease COVID-19 (approved in May 2020)



National Economic Strategy for the period up to 2030 (approved in March 2021)

LEGISLATION

An important step towards the development of PPP in general, and People-first PPP in particular, in Ukraine has been the creation of new legislation

New law of Ukraine “On Concession”

– all PPP participants interests balance in order to modernize infrastructure and improve social services quality

- ✓ All current laws governing concessions systematization (4 laws in total)
- ✓ Harmonization with the law of Ukraine “On Public-Private Partnership”
- ✓ World’s best practices implementation
- ✓ Availability Payment introduction



On October 20, 2019 the new Law of Ukraine “On Concession” came into effect

LEGISLATION

The legal regulation of PPP in Ukraine has passed the stage of transformation and innovation, today it corresponds to the best world practices

- ✓ The Procedure for conducting an analysis of the effectiveness of PPP implementation
- ✓ The Procedure for conducting a tender to determine a private partner
- ✓ The Methodology of identification and assessment of the risks for PPP
- ✓ The Procedure for replacing a private partner (concessionaire) under an agreement concluded within the PPP (concession agreement)
- ✓ The Procedure for submission of the annual report by the state partners (concessionaires)
- ✓ The Procedure for returning of the concession assets to the concessionaire after the termination of the concession agreement
- ✓ The Procedure for advisers involvement in the preparation of the project, carried out on the terms of the concession
- ✓ The Methodology for calculating concession payments
- ✓ The procedure for independent experts' competitive selection

In the process

- Introduction of long-term financial obligations related to the availability payment in budget legislation
- The procedure for determining the concessionaire by conducting a concession tender or competitive dialogue in the Electronic Trading System (ETS)
- Methodology of public-private partnership effectiveness analysis

On the 30th of
September, 2019
the President of Ukraine
has issued a Decree on
the Sustainable
Development Goals of
Ukraine for the period up
to 2030

the implementation of global
SDGs and their adaptation to
the peculiarities of the
development of Ukraine




Sustainable Development Goals: Ukraine

2017 NATIONAL BASELINE REPORT





in accordance with the Guiding Principles on People-first Public-Private Partnerships

A decorative graphic consisting of three parallel, right-pointing chevrons in shades of gray, located on the left side of a gray horizontal bar.

development of more inclusive policy and regulatory framework

PILOT CONCESSION PROJECTS



Seaport «Kherson»

Strategically positioned in the estuary of the Dnipro river, granting convenient access to the Black Sea, Ukraine's inland waterways network and its hinterland

CONCESSION OF STATE-OWNED COMPANY KHERSON SEA COMMERCIAL PORT

26.06.2020 **concession agreement concluded**

- ✓ CAPEX ~ USD 12 MM
- ✓ Investment in local social infrastructure development ~ USD 1 MM
- ✓ Annual budget receipts – USD 0,5 MM

+ 7% of the net income of the concessionaire



Seaport «Olvia»

Located in the estuary of Southern Buh River granting easy access to the Black Sea and Ukrainian hinterland. Within short distance from the top metallurgy and agriculture regions of Ukraine

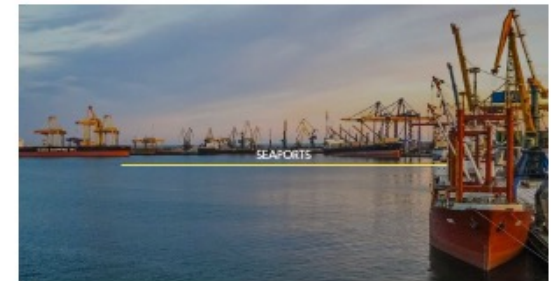
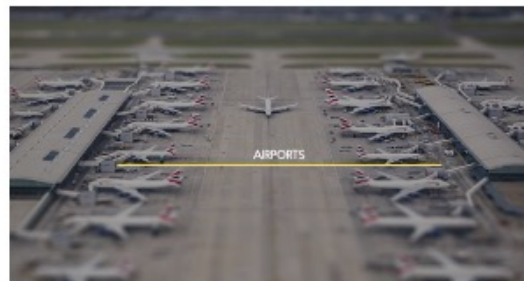
CONCESSION OF STATE-OWNED STEVEDORING COMPANY OLVIA

20.08.2020 **signed an agreement on the transfer of the specialized seaport "Olvia" to the concession between the Ministry of Infrastructure, USPA and the company "QTERMINALS W.L.L."**

- ✓ CAPEX – USD 130 MM (one of the largest in the port industry in the last 30 years)
- ✓ Investments in infrastructure development in Nikolaev – USD 3 MM
- ✓ Annual budget receipts ~ USD 3 MM

+ 7,5% of the net income of the concessionaire

PERSPECTIVE PROJECTS





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DIRECTOR

THE STATE ORGANIZATION "AGENCY FOR SUPPORT OF
PUBLIC-PRIVATE PARTNERSHIPS"

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