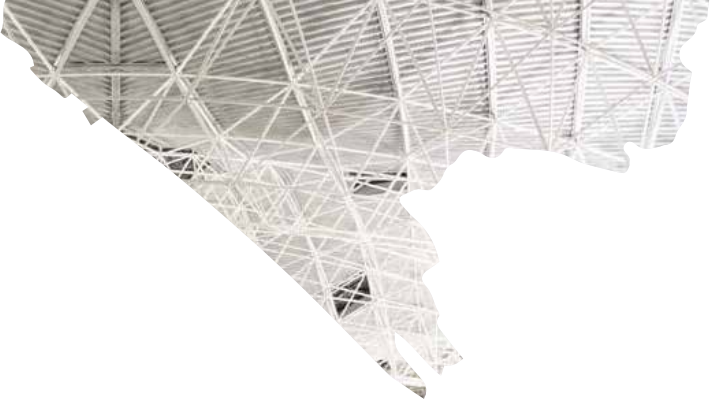


PUBLIC -PRIVATE

PARTNERSHIP
IN CROATIA



REPUBLIC of CROATIA
Ministry of Economy and
Sustainable Development



WHAT IS PUBLIC-PRIVATE PARTNERSHIP (PPP)



The public-private partnership is an **alternative public infrastructure** procurement method and **constitutes a long-term contractual relationship between public and private sectors** for the construction of public buildings through which public services or services of general interest are provided.

The key feature of such cooperation is to **achieve social and economic objectives in such a way that each partner retains its legal personality and responsibility**, while cooperation is based on contractually defined tasks and risks. The PPP model **enables the value for money for taxpayers and ensures a better quality of public services.**





THE SCOPE OF THE PPP

PPP MAY INCLUDE

- the design, construction and/or reconstruction,
- the financing, management and maintenance of the infrastructure, and/or
- the provision of services by the private sector, traditionally procured and provided by the public sector.

AREAS OF APPLICATION

- Education (schools, kindergartens, university buildings and campuses)
- Social welfare (homes for the elderly)
- Healthcare (hospitals, health centres)
- Transport infrastructure (roads, railways, airports, bus terminals)
- ICT (broadband)
- Energy (energy efficiency)
- Culture (museums) and Cultural Heritage (historical buildings)
- Sport (sports halls)
- Municipal infrastructure (garages).

PARTICIPANTS IN THE PPP

PUBLIC PARTNERS

Contracting Authorities bound to comply with the Public Procurement Act are Authorised Public Partners.

They:

- Prepare the PPP project proposal
- Commence public procurement procedure for the selection of a Private Partner
- Monitor the performance of the contractual obligations of the Private Partner

PRIVATE PARTNERS

- Assume the obligation and risks of construction, operation and maintenance
- Provide services to Public Partners and/or end-users
- After the expiry of the contract, return the facility to the Public Partner

NOTE

Only Public Authorities are authorised to initiate PPP projects.



PROJECT: FRANJO TUĐMAN AIRPORT ZAGREB



PROJECT: FRAN GALOVIĆ HIGH SCHOOL IN KOPRIVNICA



PPP PROJECT CYCLE

1. PROVISION OF INFORMATION ON THE INTENTION TO IMPLEMENT A PPP PROJECT

A Public Authority provides the Ministry of Economy and Sustainable Development with information on the intention to implement a PPP project, which the Ministry of Economy and Sustainable Development publishes on its website.

2. PREPARATION AND APPROVAL OF A PPP PROJECT PROPOSAL

A Public Authority submits to the Ministry of Economy and Sustainable Development two copies of a PPP project proposal for its assessment and approval, one copy of which is to be sent immediately to the Ministry of Finance. The Ministry of Finance gives a prior consent to the PPP project proposal. The approval of the PPP project proposal is issued by the Ministry of Economy and Sustainable Development.

Duration of the approval procedure: Within 40 days

3. TENDERING AND CONTRACTING

A Public Authority may initiate a tender procedure for the selection of a Private Partner only after the approval of the PPP project proposal, under the procedure laid down by the Public Procurement Act.

The PPP contract is concluded between a Public Authority and a selected Economic Operator who has to set up a Special Purpose Vehicle (SPV) to implement the PPP project.

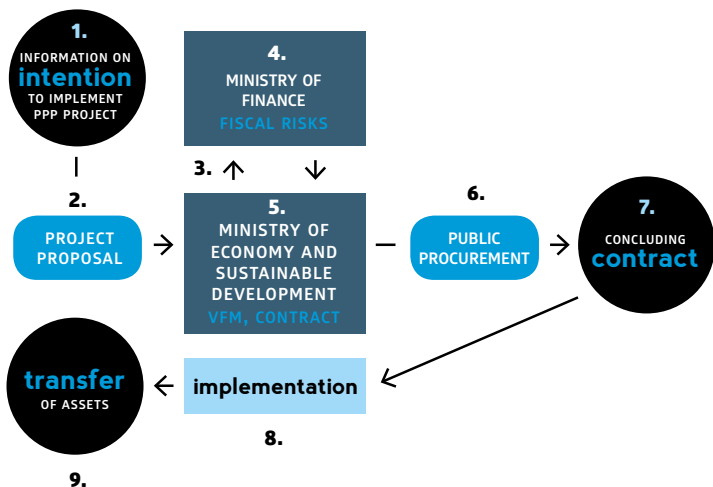
The duration of the procurement procedure: 3-12 months

4. MONITORING OF PROJECT IMPLEMENTATION

After concluding the PPP contract, a Public Partner monitors the performance of the contractual obligations by a Private Partner.

All PPP contracts are to be entered into the PPP Register and the Ministry of Economy and Sustainable Development monitors the implementation of the project.

The duration of the project implementation: 3-40 years



THE ROLE OF THE MINISTRY OF ECONOMY AND SUSTAINABLE DEVELOPMENT IN THE AREA OF PPP

Ministry of Economy and Sustainable Development is a regulatory body in the field of the public-private partnership.

TASKS AND RESPONSIBILITIES OF THE MINISTRY OF ECONOMY AND SUSTAINABLE DEVELOPMENT ARE AS FOLLOWS:

- Conducting the procedure of the approval of PPP project proposals
- Monitoring the implementation of PPP projects (establishment of the Register of PPP contracts)
- Issuing the consent to amendments to concluded PPP contracts
- Preparing and publishing the guides and manuals for the PPP project preparation, contracting and implementation
- Training of entities in the field of PPP

PUBLIC-PRIVATE PARTNERSHIP IN CROATIA
MINISTRY OF ECONOMY AND SUSTAINABLE DEVELOPMENT

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