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# **Phenomenon of Public-Private Partnership in Uzbekistan**

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- PPP: what & why?
- International standards and best practices
- National legislation
- Recommendations

# Common questions?

- Who holds title of ownership?
- Who bears the risks?
- Who reaps the rewards?
- Who is in control?

*Public-private partnership is a long-term contract between a private party and a government entity, for providing a public asset or service, in which the private party bears significant risk and management responsibility, and remuneration is linked to performance.*

World Bank

- Long-term relationship
- Number of stakeholders
- Project financing
- Distribution of responsibilities
- Risk allocation

- Traditional procurement of water facilities
  - ✓ Government borrows money, pays to get a prison built, runs the prison service
- Public-private partnership of water facilities
  - ✓ Private firm borrows money, builds facilities, government pays firm to run service for government, hands over after 20 years

# Why?

- Financial needs
- Infrastructure deterioration
- Growing demand on public sector service
- Search for greater efficiency and productivity
- Lack of domestic skills and know-how
- Attraction of foreign investment



- United Nations Commission on International Trade Law (UNCITRAL)
  - *Legislative Guide on Privately Financed Infrastructure Projects 2001*
  - *Model Legislative Provisions on Privately Financed Infrastructure Projects 2003*
- EBRD Core Principles for Modern Concessions Law
- OECD Principles for Public Governance of Public-Private Partnerships

- Law “on Concessions” 1995
- Pre-school education
- Strategic development 2017 – 2021
  - EBRD technical assistance
  - Adoption of Law “On Public-private partnership” till December 1, 2018

- Efficient legal framework
- Clarity of rules
- People-oriented approach
- Commercially efficient project
- Negotiability of agreement
- PPP institutional mechanism

Thank you!  
Any Questions?

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- EBRD Core Principles for a Modern Concessions Law – selection and justification of principles Prepared by the EBRD Legal Transition Team, <<https://ppp.worldbank.org/public-private-partnership/sites/ppp.worldbank.org/files/documents/Core%20Principels%20-%20selection%20and%20justification%20of%20principles.pdf>> accessed 5 August 2018
- International Project Finance Association, “Benefits of PPPs” (2017) IPFA <<http://www.ipfa.org/industry-resources/benefits/>> accessed 15 April 2018
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