



Presidenza del Consiglio dei Ministri

Public Private Partnerships in Italy

State of the art and perspectives from market data

9th Annual Meeting of Senior PPP Officials
1st March 2016, OECD Conference Centre, Paris

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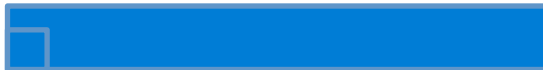


*Dipartimento per la Programmazione
e il coordinamento della politica economica*

DIPE and Public Private Partnerships (PPPs)

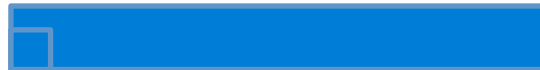
Department for Planning and Coordination of Economic Policy (“DIPE”): Focus on PPP Mission

Educational Role



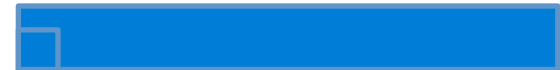
- Promoting PPP techniques
- Developing a PPP Methodology
- Large Database on PPPs

Assistance Role



- PPP assistance for central regional and local administration
- From the identification of suitable projects to the evaluation of offers
- Multidisciplinary skills and expertise

“Policy Making” Role



- Improvement of legal framework
- “Best practices” (standardization of practices and contracts)

Furthermore, DIPE collects information on PPP Contracts  balance sheet treatment - Eurostat guidelines

PPP Developments in Italy: a brief Overview

Legislative Decree n. 163/2006 (Public Contracts Code)

From 2006 to 2015 41 changes have been introduced to the PPP matter

Trying to improve

- 1) Bankability and Financing
- 2) Procedural Simplification
- 3) Contract Length
- 4) Execution of Contracts

Which
Results?

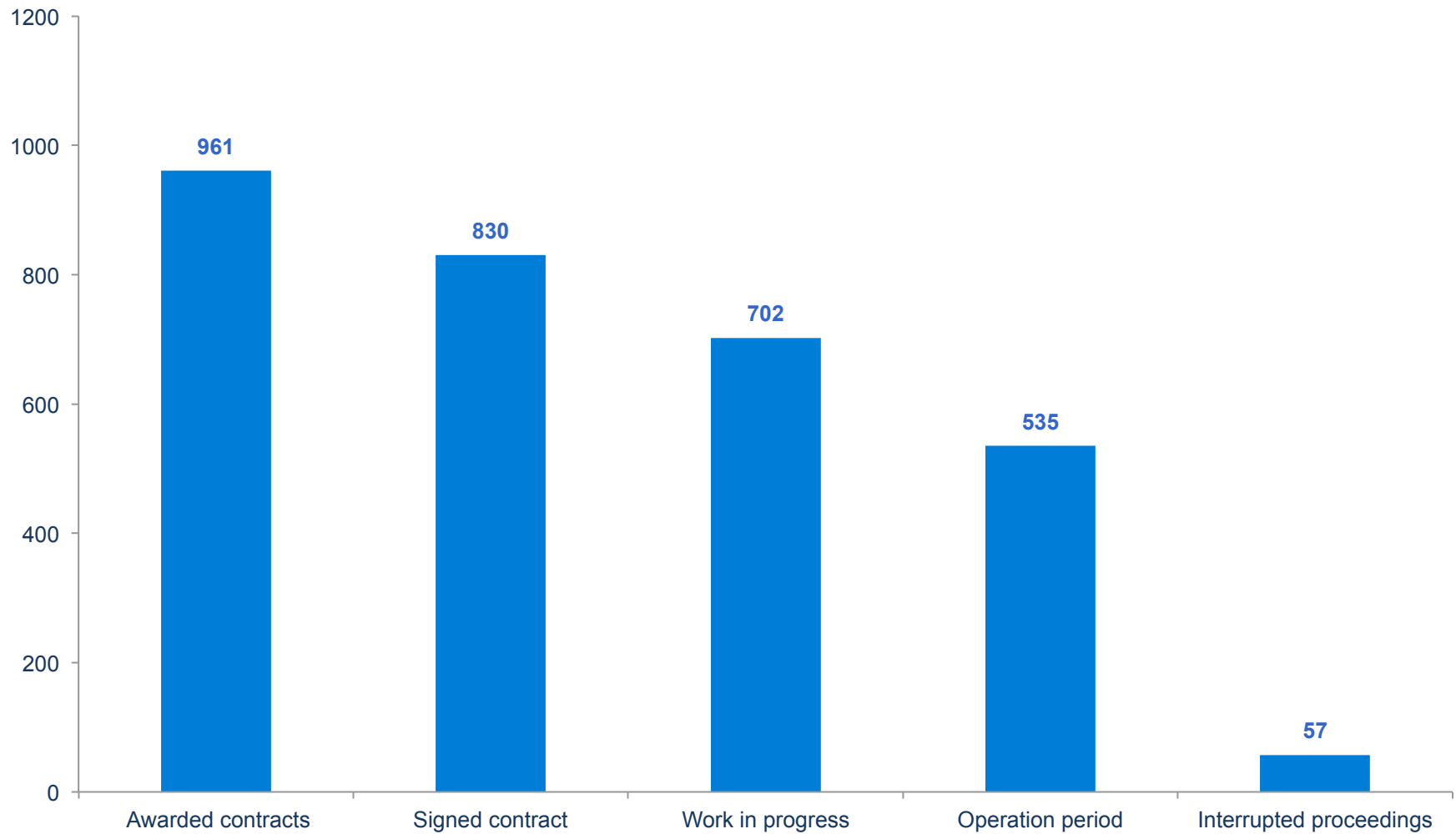
Analised by the Department for
Planning and Coordination of
Economic Policy («DIPE»)

Study 2015



DIPE PF Study (2015) – Market References

The Sample (PF in Italy)

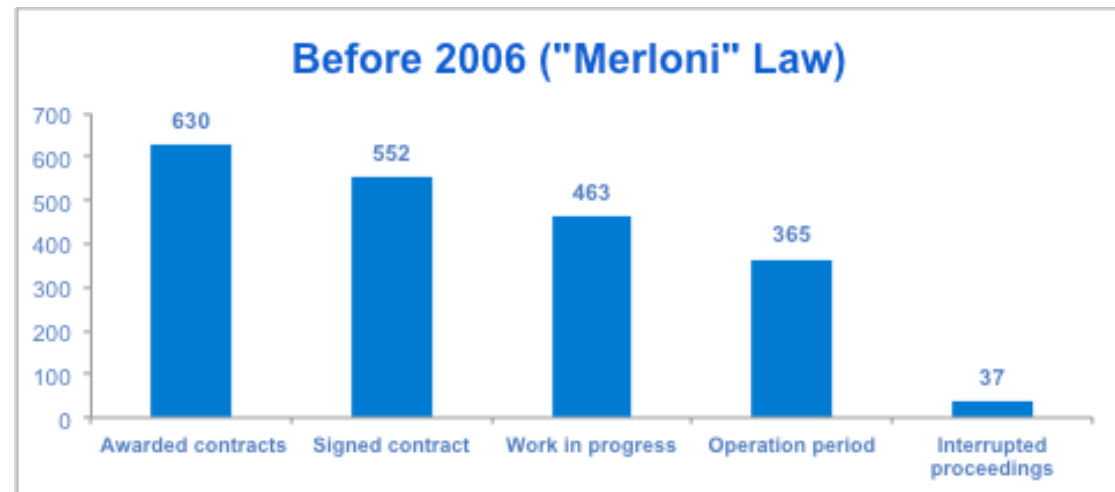


Source: DIPE Cresme

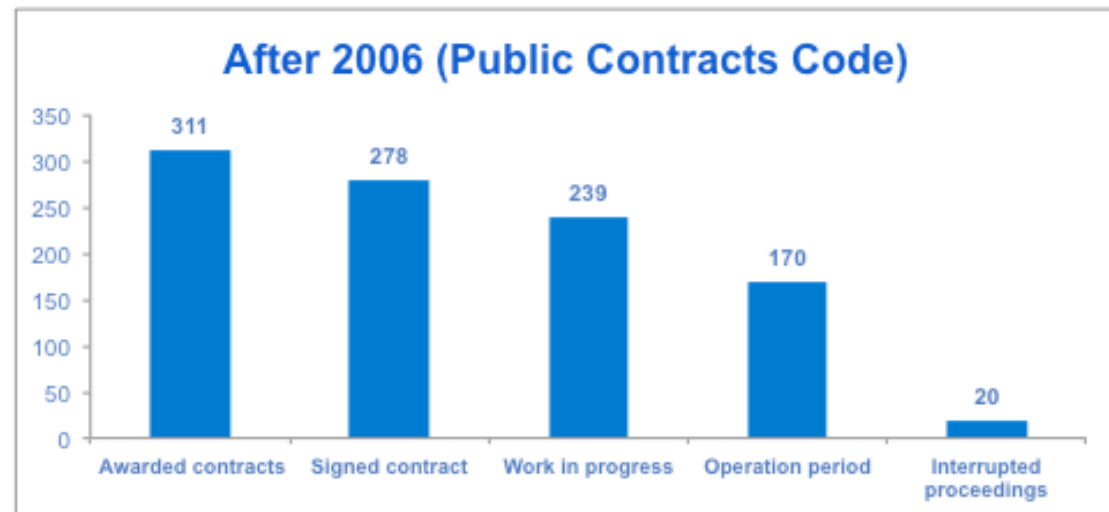
DIPE PF Study (2015) – Legislative Changes: Effects on the Market

The “Merloni” Law (before 2006) vs the Public Contracts Code (after 2006)

Contracts signed: 87%
Building sites: 73%
Operation: 57%



Contracts signed: 89%
Building sites : 76%
Operation: 55%



Source:
DIPE Cresme

DIPE PF Study (2015): Key Aspects of Contracts Analysed

Business Plan Setting



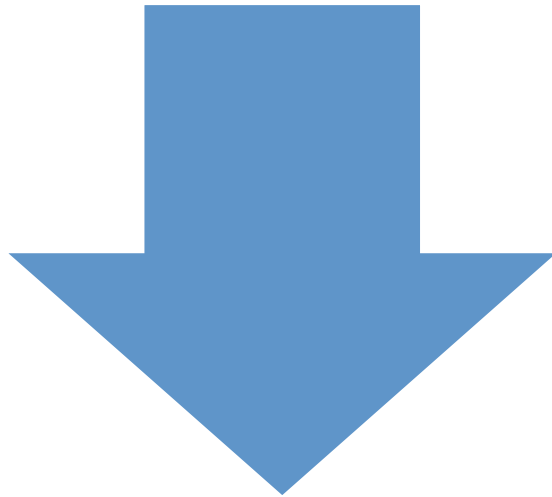
Only 209 out of 961 projects have the Economic and Financial Ratios used properly

Medium Contract Length



Average: 29 years and 10 months

DIPE PF Study (2015): Conclusions



Solutions

Risk analysis

Standardization

Project evaluations

Improving Public Administration Skills



Some Critical Issues

Incomplete business plans
Limited attention to preparation of contracts
Inadequate allocation of risks
Legislative framework unstable

