

Public Private Partnership in ICT Sector: to improve Ease of Doing Business in Ethiopia

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Outline

01 Introduction

02 Public Private Partnership in Ethiopia,

03 Challenge/Opportunity in PPP Implementation,

04 Way Forward for PPP in ICT Sector,

05 Conclusion

Introduction

Public Private Partnership



a relationship between the public and private sectors to engage in a specific assignment,



a win-win approach to ensure positive synergy in the delivery of public goods and services,



long term engagement between public and private sectors,



to share risks and increase the success of the projects,



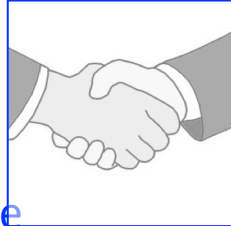
cutting edge technology to achieve transparency and security,



efficient management to bring service excellence and customer satisfaction,

Introduction

Public Private Partnership



PPP Models

Build-Operate & Transfer (BOT)

- the private partner is responsible to design, build, operate during the contracted period and transfer back the facility to the public sector,

Build-Own-Operate-& Transfer (BOOT)

- the private partner is responsible to design, build, operate with full ownership of the newly built facility and finally transfer to the public sector,

Build-Operate & Own (BOO)

- the private partner is responsible build & operate and finally the ownership of the facility will rest with the private party,

Maintain-Operate & Transfer (MOT)

- the private partner will rehabilitate the infrastructure operate for some time and transfer it to the public sector,

Design, Build, Finance and Operate (DBFO)

- the private party assumes the entire responsibility for the design, construction, finance, and operate the project for the period agreed,

(Some)

Introduction

Ease of Doing Business



Comparing business regulations how easy it is to set up enterprise in said country,



a measure of an economy's position to the best regulatory practices,



simplification of rules and regulations of the country governing the business sector,



conducive regulatory environment to business operation in the country,



an index published by the World Bank,



is an annually published report based on empirical research output,

Introduction

Ease of Doing Business

Mauritius (13), Rwanda (38), Morocco (53), and Kenya (56) top 4 from African in 2020,

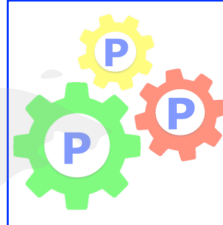
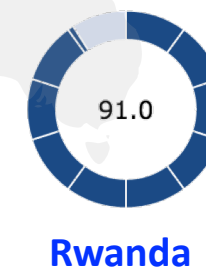
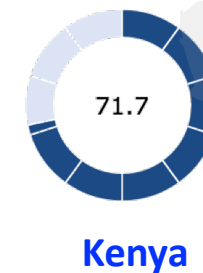
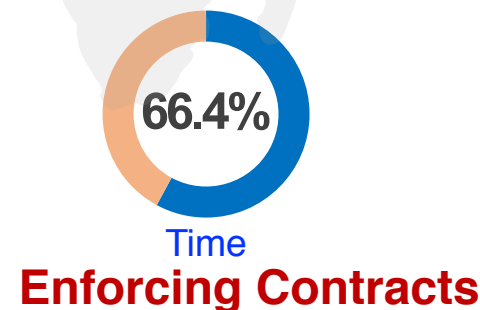
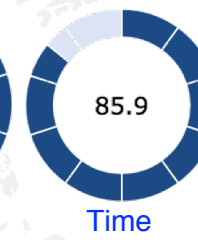
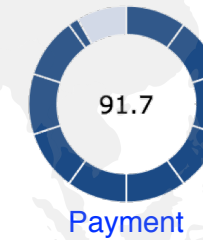
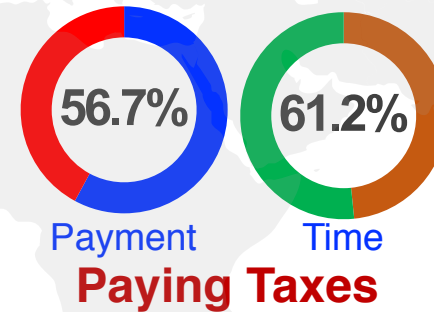
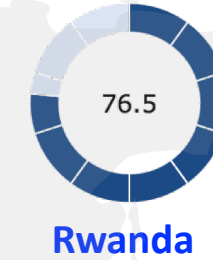
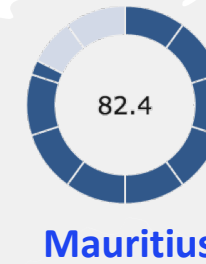
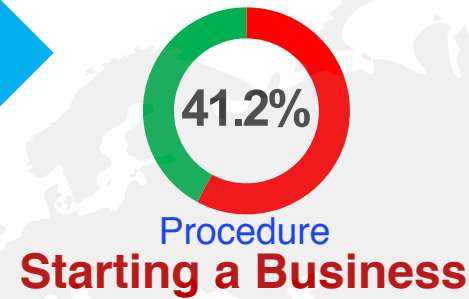
Sub-Saharan Africa Average, 140, score 51.8%

In 2020 Ease of Doing Business rank of Ethiopia is 159/190 countries,

Scored 48% in 2020, 47.1% in 2019

Ethiopia scores low in **time** and **procedure** of each indicator,

ICT can be a major enabler to improve response time and reduce procedures,



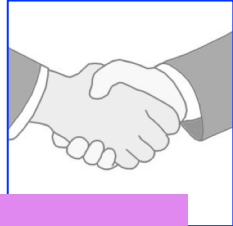
PPP in Ethiopia

PPP in Ethiopia



- Public Private Partnership Proclamation No. 1076/2018
- PPP arrangements can play a vital role in driving economic growth by providing well-planned, well funded, and well-maintained infrastructure and public services,
- Significant for trade facilitation and raising the living standards of the people, to improve the ranking of ease of doing business of the country,
- Alternative vehicles for mobilizing resources to fund the much needed infrastructure and to deliver on quality public services,
- PPP is at early stage in Ethiopia and some piloting has been done in the past,

PPP in Ethiopia



PPP in Ethiopia, experience

Micro, Small & Medium Enterprises Development



- Condominium Housing
- Pavement of side roads
- Textile, Garment and Food (fruit) processing via service contract

Communications and Information Technology



- Unified billing of water, electricity, telephone services via service contract

Urban Development and Construction



- Housing Delivery Service Contract

Water and Energy



- Irrigation project – Community- Public-Private (Mgmt. contract)
- Prepaid Metering pilot project via service contract.

Challenge/Opportunity in PPP

Challenge/Opportunity in PPP

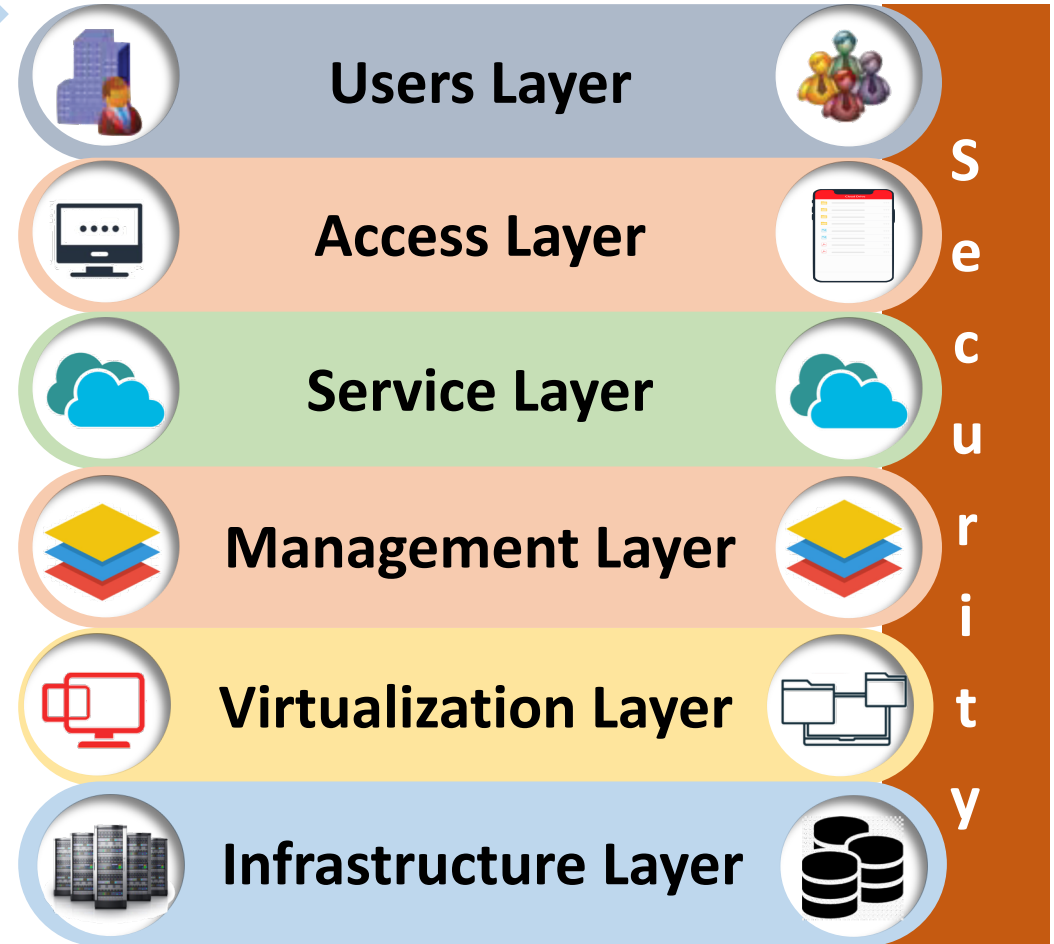
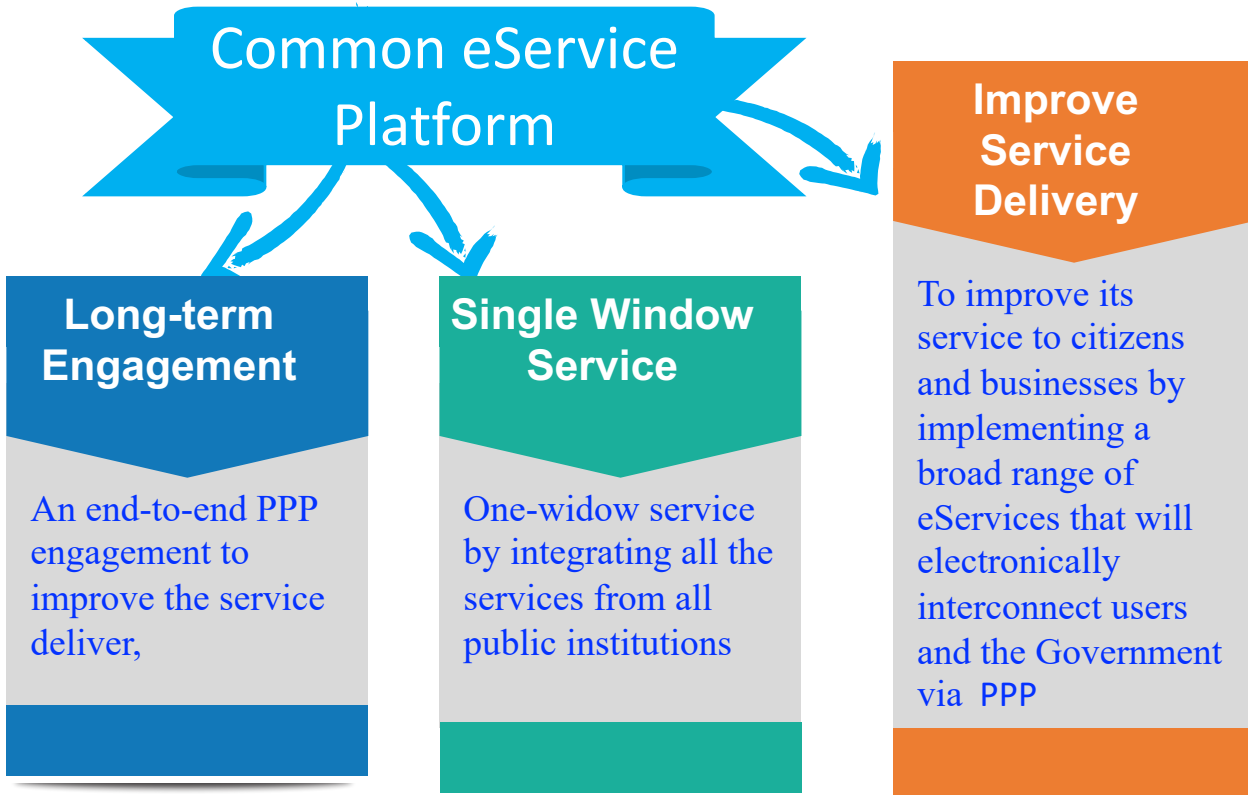


- 1 Long term collaboration between public and private partners, better quality, less time and reduced cost,
- 2 Commitment of the Government to Improve the rank of the country in Ease of DB,
- 3 Private Sector is best equipped with know-how and experience, better knowledge of market in the sector,
- 4 Area of collaboration are many (almost in all sector),

- 1 Bidding and contractual process: bidding process is complex, designing a comprehensive contract,
- 2 Maintaining stakeholder relationship: maintaining good stakeholders' relationship,
- 3 Value for Money: long-term collaboration and source of revenue,
- 4 Managing Risks: during the bidding process, and in the life-cycle of the project,

Way Forward

Way Forward, to support ease of DB



Way Forward

Way Forward, other PPP in ICT

PPPs in ICT for
Education



**Centrally Managed, Transversal Systems
Across all Levels of the Education System**

PPPs in ICT for
Agriculture



**Information and Knowledge Sharing
System in Agriculture**

Thank you !

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