



Public Private Partnership (PPP) in Thailand

State Enterprise Policy Office (SEPO)
Ministry of Finance

Recent PPP Development in Thailand

History & Legal Framework for PPP in Thailand

The Previous Law

Private Participation in State Undertaking Act 1992 (PPSU Act)

Key Principles

- Public Interest Protection
- Anti-corruption

The New Law

Private Investment in State Undertaking Act 2013 (PISU Act)

Additional Key Principles

- Promote the PPP Investment

STANDARDIZATION

- PPP Master Plan (5 years) ✓
- PPP Committee (chaired by PM) and PPP Unit (SEPO) ✓
- Value for Money Concept ✓
- Standard Contracts ✓
- Guideline for Small Projects ✓
- PPP Project Database ✓

FACILITATION

- Streamlined procedure ✓
- Precise timeframe for project consideration and bidding processes ✓
- Project Development Fund ✓

TRANSPARENCY

- Pool of Experts for Selection and Monitoring Committees ✓
- Prohibitions for Related person to serve private counterparties ✓
- Disqualification Criteria for Advisors and Bidders ✓



Key Roles of PPP Committee

PPP Policy Committee
≤ 19 members

Prime Minister

Chairman

Minister of Finance

Vice - Chairman

PPP Committee's Key Roles and Responsibilities:

- 1) Prepare a PPP Strategic Plan for the Cabinets' Approval
- 2) Approve a PPP project in principle
- 3) Set monetary or fiscal measures or approaches for supporting PPP
- 4) Approve non-bidding process for a PPP project
- 5) Set procedures for project with value less than 1,000 million baht
- 6) Resolve any dispute according to the PISU Act

Permanent Secretary of MOF

Member

Secretary-General of Council of state

Member

Secretary-General of NESDB

Member

Director Bureau of the Budget

Member

Comptroller General

Member

Director-General of PDMO

Member

Attorney General

Member

≤ 7 Qualified Expertise

Member

Director-General of SEPO

Member & Secretary

≤ 2 Officials of SEPO

Assistant Secretaries



PPP Strategic Plan 2015 - 2019 (2558 – 2562 B.E.)

Main Purpose : “being the gov’t direction for types of public investments which private participation during 5 years (2015-2019)”

Type of Subsectors

Group 1 Require private sector investment (Opt-out)

1. Urban Mass Transit System
2. Toll Roads in Urban Areas
3. Logistics Ports
4. High Speed Rail System
5. Telecommunication Network
6. Broadband Internet

Group 2 Encourages participation and investment from private sector (Opt-in)

1. Intercity Toll Roads
2. Logistics Depots
3. Common Ticketing System
4. Airport Services
5. Water Treatment Management
6. Irrigation System
7. Waste Management
8. Education Infrastructure
9. Hospitals and Public Healthcare Services
10. Medical Supplies and Equipment
11. Science and Technology Infrastructure
12. Infrastructure related to Digital Economy
13. Convention Centers
14. Accommodations for handicap, elderly, and poor people

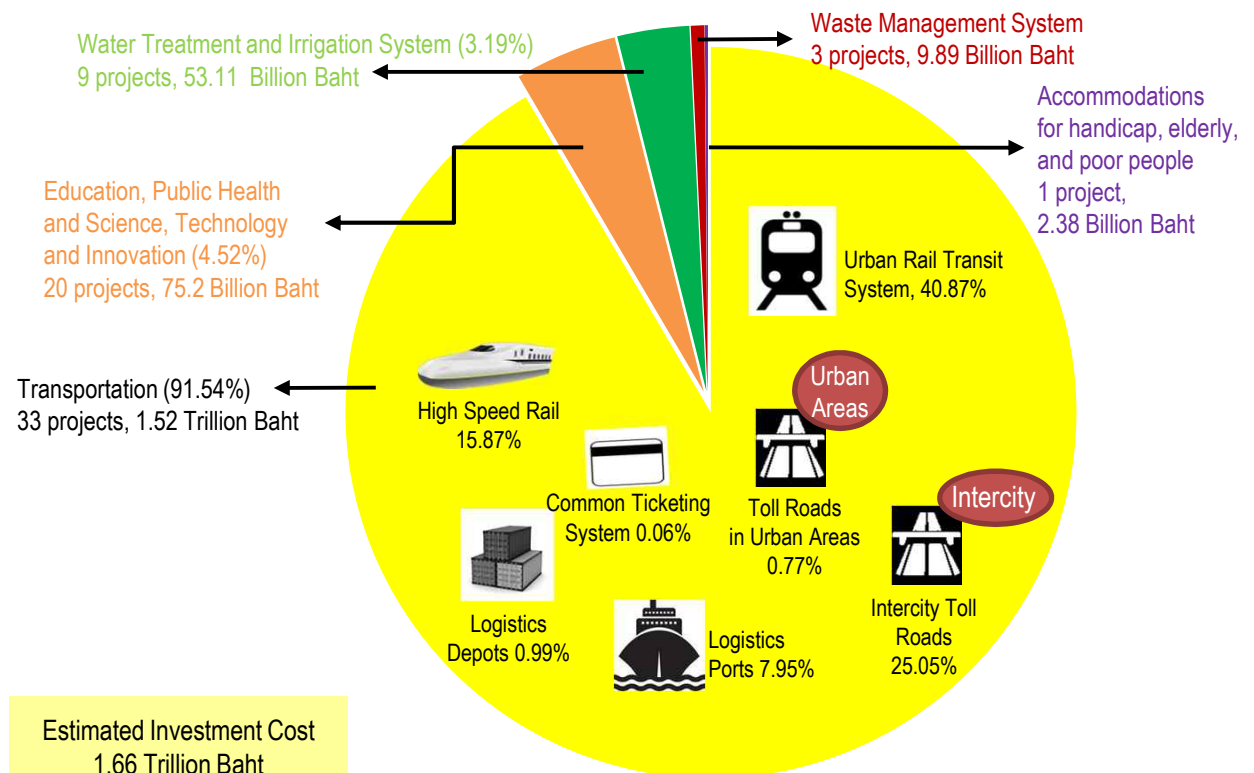
Estimated Investment Cost

Approximately
1.41 Trillion Baht

Connectivity and Dependency among Subsectors

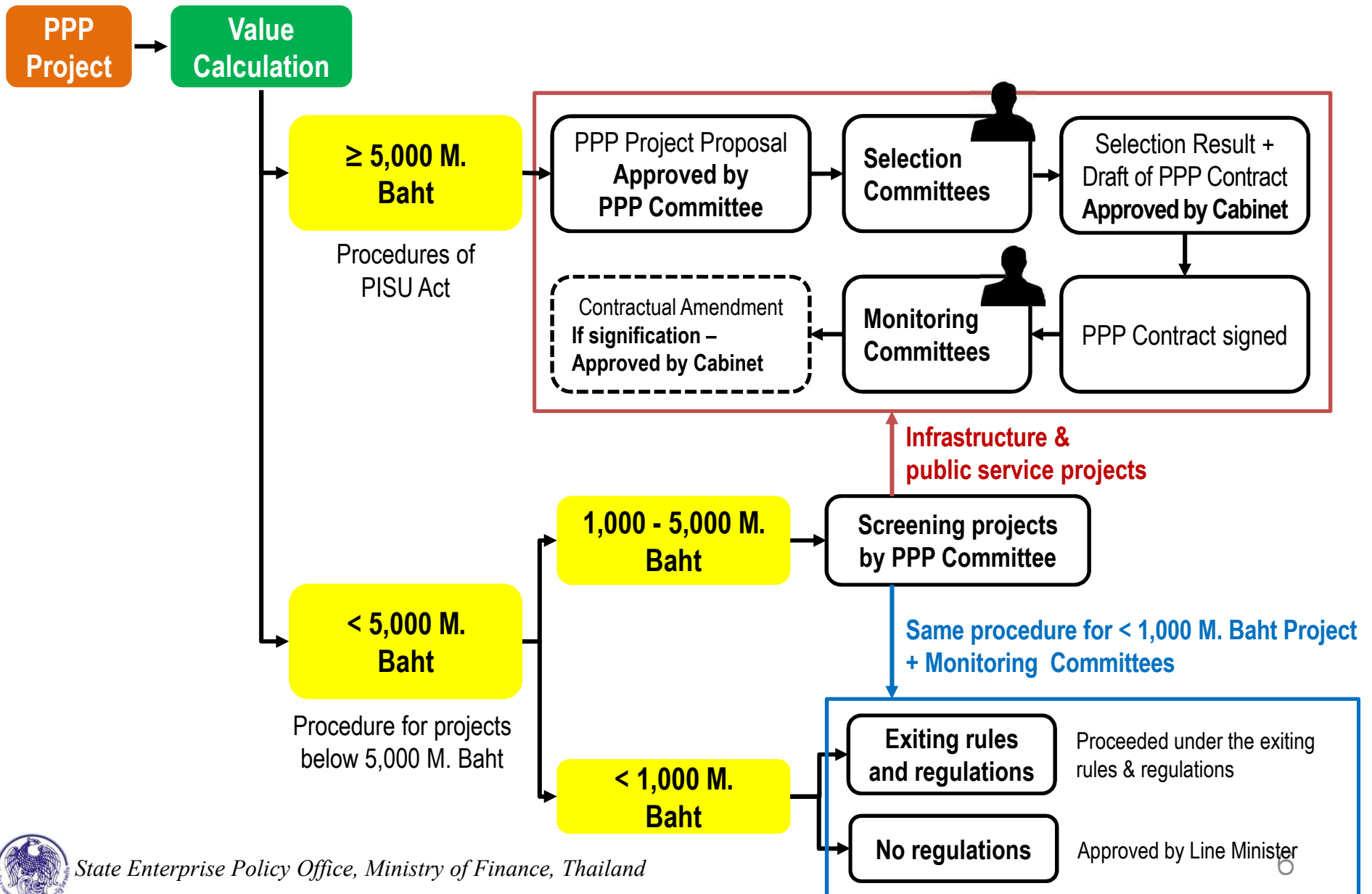
- Between projects within the same subsector
- Between projects within subsectors under the same higher level sectors
- Between projects within subsectors under different higher level sectors

Project Pipeline (66 Projects)



As of 15 Sep, 2016

Overall of PPP Procedure in Thailand under PISU Act B.E. 2556 (2013)

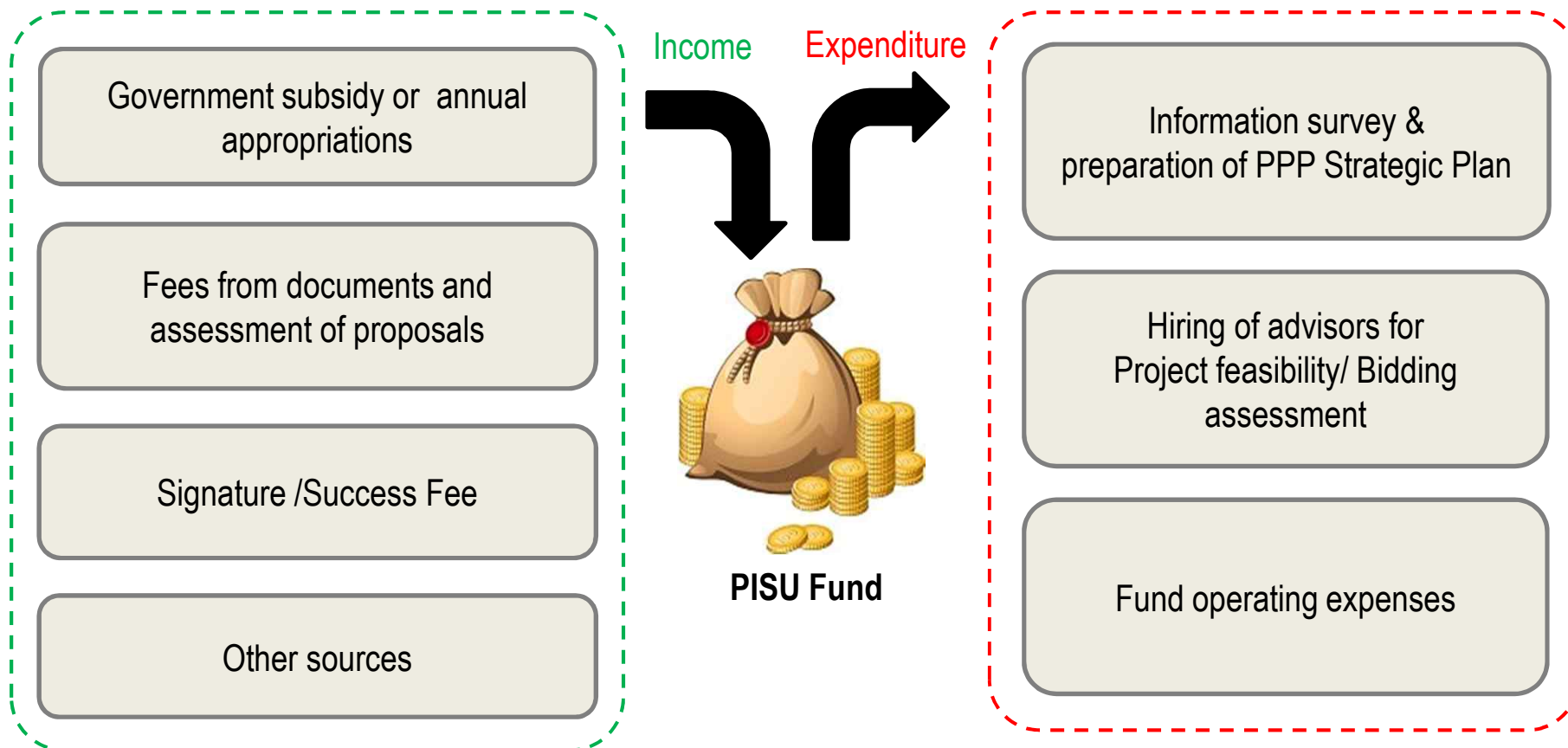


**PPP Procedure in Thailand
under PISU Act B.E. 2556 (2013)
(\geq 5,000 M. Baht)**

Private Investment in State Undertaking Promotion Fund

Objectives

- Supporting preparation of PPP Strategic Plan
- Supporting project agencies for hiring advisors for assist project agencies along PPP processes



PPP Fast Track

An Attempt to Speed up the Procedure

25
Months

PPP Fast Track

9
Months

8-10
Months

01 PROJECT PREPARATION

Working Team: PO, LM, NESDB, BB, PDMO, ONEP, SEPO

Project Proposal Completed

3.5
Months

6-8
Months

02 PROJECT PROPOSAL

Relevant Agencies: NESDB, BB, PDMO, AGO, OCS, CGD, SEPO

Project Proposal Approved

4
Months

5-7
Months

03 PRIVATE SELECTION

Drafting Team: PO, BB, AGO, SEPO

- Invitation to tender for private investment
- Term of Reference
- Draft contract








1.5
Months

Normal

Note: PO = Project Owner, LM = Line Ministry, NESDB = Office of the National Economic and Social Development Board, BB = Bureau of the Budget, PDMO = Public Debt Management Office, ONEP = Office of Natural Resources and Environmental Policy and Planning, SEPO = State Enterprise Policy Office, AGO = Office of the Attorney General, OCS = Office of the Council of State, CGD = The Comptroller General's Department






Fast Track

5 Pilot Projects under PPP Fast Track

PPP Project	Investment (Billion Baht)	Project Agency	Processing time frame under PPP Fast Track			
			Project Proposal Approved by Responsible Ministry	Project Proposal Approved by PPP Committee	Project Proposal Approved by Cabinet	RFP approved by Selection Committees
3 Mass Rapid Transit Projects						
 MRT Pink Line (Khae Rai – Min Buri)	56,691	 MRTA	Done	Done	Done	Done
 MRT Yellow Line (Lat Phrao – Samrong)	54,644		Done			
 MRT Blue Line (Hua Lumphong – Bang Khae and Bang Sue – Tha Phra)	83,877		Done	Done	-	Proceeded in accordance with announcement of NCPO
2 Intercity Motorways (Bang Pa-In – Nakhon Ratchasima and Bang Yai – Kanchana Buri)						
 Operation and Maintenance	140,220	 DOH	Done	Proposed to PPP Committee Sep 2016	Expected to be approved by Oct 2016	Expected to be approved by Dec 2016
 Rest Area			Oct 2016	Dec 2016	Jan 2017	Mar 2017

PPP Financing

Tentative Financing Sources

Financing Source/Sector	Metropolitan Mass Transit 	Provincial Rail Network 	Highways /Motorway 	Water Transport 	Air Transport 
Annual Budget	<ul style="list-style-type: none"> Land acquisition Consultants 	<ul style="list-style-type: none"> Land acquisition Consultants 	<ul style="list-style-type: none"> Land acquisition Consultants 	<ul style="list-style-type: none"> Land acquisition Consultants Construction 	
Government Borrowing	<ul style="list-style-type: none"> Civil Works 	<ul style="list-style-type: none"> Civil Works Signaling System 	<ul style="list-style-type: none"> Civil Works 	<ul style="list-style-type: none"> Civil Works (Large Projects) 	
SOE Revenue & Borrowing	<ul style="list-style-type: none"> Rolling Stock Signaling System 	<ul style="list-style-type: none"> Rolling Stock 		<ul style="list-style-type: none"> Equipment and tools 	<ul style="list-style-type: none"> Consultants Civil Works Equipment and tools
PPPs			<ul style="list-style-type: none"> Civil Works 		
Infrastructure Funds	<ul style="list-style-type: none"> Rolling Stock 	<ul style="list-style-type: none"> Rolling Stock 	<ul style="list-style-type: none"> Fee collection system Maintenance 		





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