

Sustainable Development Goals for Ukraine: objectives, indicators and role of PPPs in their achievement



International Obligations

**IPT, RIO +20
SDG**



17 WGs on SDGs



National Report "SDG. Ukraine"



Consultations: The vision of the Ukrainian people
(including: experts, academics, non-governmental organizations, media, etc.)

**Medium-term and long-term
national and local development
strategies / programs**



The process of national localization SDG



Deputy Minister of
Economic
Development &
Trade of Ukraine



- ❑ The first draft of the national report "SDG: Ukraine" (December 2016)
 - ❑ Expert discussion of the draft national report (December 2016 - January 2017)
 - ❑ Finalization and national report "SDG: Ukraine" (May 2017)
 - ❑ Approval of the National Report "SDG: Ukraine" at the high-level group meeting (May 24, 2017)
 - ❑ Launching of the national report "CSR Ukraine" (June-July 2017).
- There is the section "Sustainable Development Goals for Ukraine until 2030" in the annual message of the President of Ukraine to the Verkhovna Rada of Ukraine "On the internal and external situation of Ukraine in 2017".
- In the medium-term, the Government's priority actions by 2020 are reflected by the SDG/ Government decisions approved a number of strategic documents, the provisions of which are consistent with the goals of sustainable development, in particular, the Strategy for the development of small and medium enterprises in Ukraine until 2020, the Concept of implementation of the state policy in the field of climate change for the period up to 2030.

Analysis of state strategic documents in terms of their suitability to SDGs has been prepared by the Institute of Social & Economic Research under support of UNDP and presented to ministries, experts and Civil Society.

Olexandriya City Sustainable Development Strategy up to 2030 based on SDGs was prepared by PPP Academy, adopted by the City Council and presented on UNECE events in Barcelona & Hong Kong. Association "Sustainable and Smart Cities of Ukraine" has been established on the initiative of Olexandriya City

Monograph "Public-Private Partnership for Sustainable Development Goals" was published by prof. I. Zapatrina and presented on the International Conference "Modernization of Infrastructure in Ukraine: new opportunities for private business participation" organized under support of the Ministry of Economic Development & Trade in Kyiv, May 2017



Importance of SDGs for Ukraine

Ukraine has international commitments to sustainable development as defined by UN strategic documents

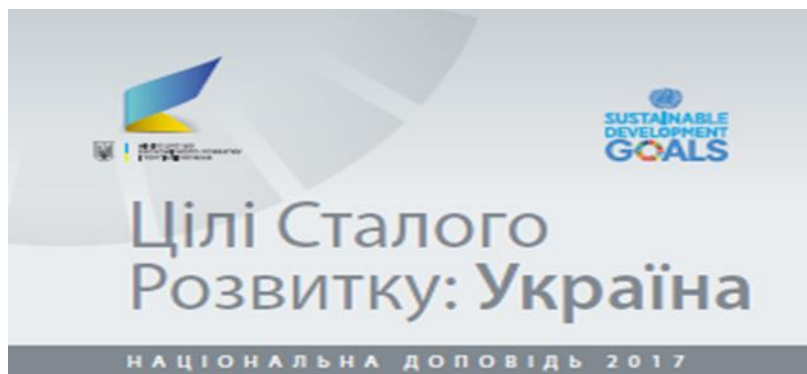
SDGs are:

- an instrument on the way to the EU
- cooperation with international organizations
- an element of strategic planning



SDG should serve as a good example for the development of all strategic and program documents in Ukraine

The Main Postulates of SDGs



- Leave no one behind
- Unfair distribution of economic growth outcomes has worse consequences than an economic recession
- Economic growth is not a goal of development, but a means of improving the living conditions of the population, providing the necessary balance between the needs of present and future generations and the coexistence of man and environment



Widespread involvement of the public



- The Government of Ukraine established an intergovernmental high-level working group to organize the implementation process of the SDG
- The Ministry has held 32 meetings (17 working groups) in the format of round tables (about 200 participants)

- National consultations were held (about 300 representatives of government agencies, United Nations agencies in Ukraine, academics, the public and expert environment)
- To the open process of defining national targets and indicators and setting target (threshold) values for monitoring the achievement of the SDG involved:
 - ✓ 600 participants online – UN website (mostly young people)
 - ✓ 75 students from 18 universities from all over Ukraine



Regional Consultations

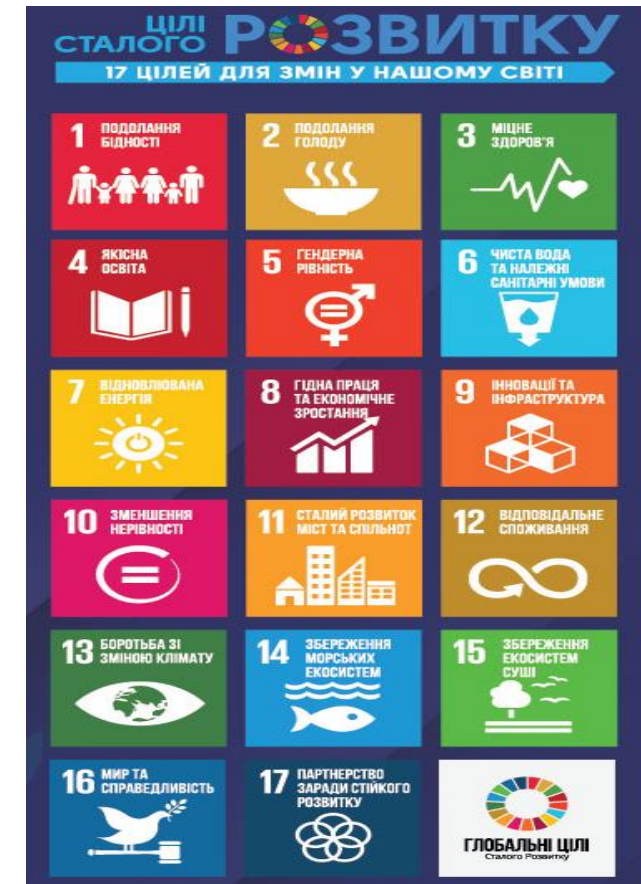
- Conducted in 10 regions (Dnipro, Zhytomyr, Zaporozhia, Lutsk, Mariupol, Sumy, Ternopil, Uzhgorod, Cherkasy, Chernivtsi).



- More than 700 participants from regional and local authorities, international organizations, academic circles, civil society organizations, etc. took part.

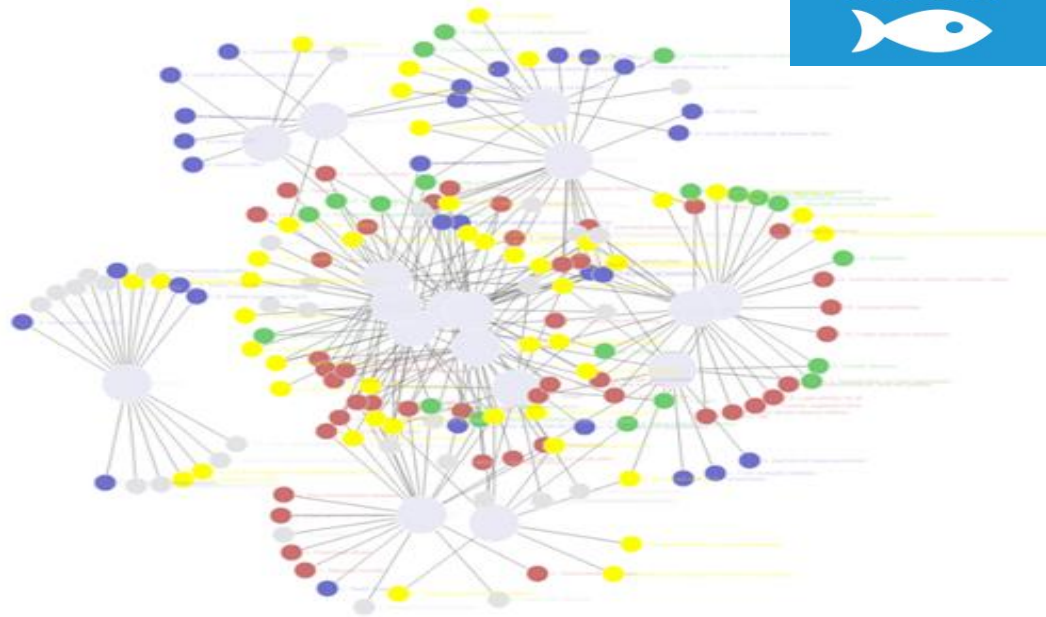
Formation of the National Report “SDG Ukraine”

- The first draft of the national report “SDG Ukraine” (December 2016)
- Expert discussion of the draft national report (December 2016 - January 2017)
- Finalization and national report “SDG Ukraine” (May 2017)
- Approval of the National Report “SDG Ukraine” at the high-level group meeting (May 24, 2017)
- Launch of the national report “SDG Ukraine” (June-September 2017)



National Level – the results of the adaptation of SDG

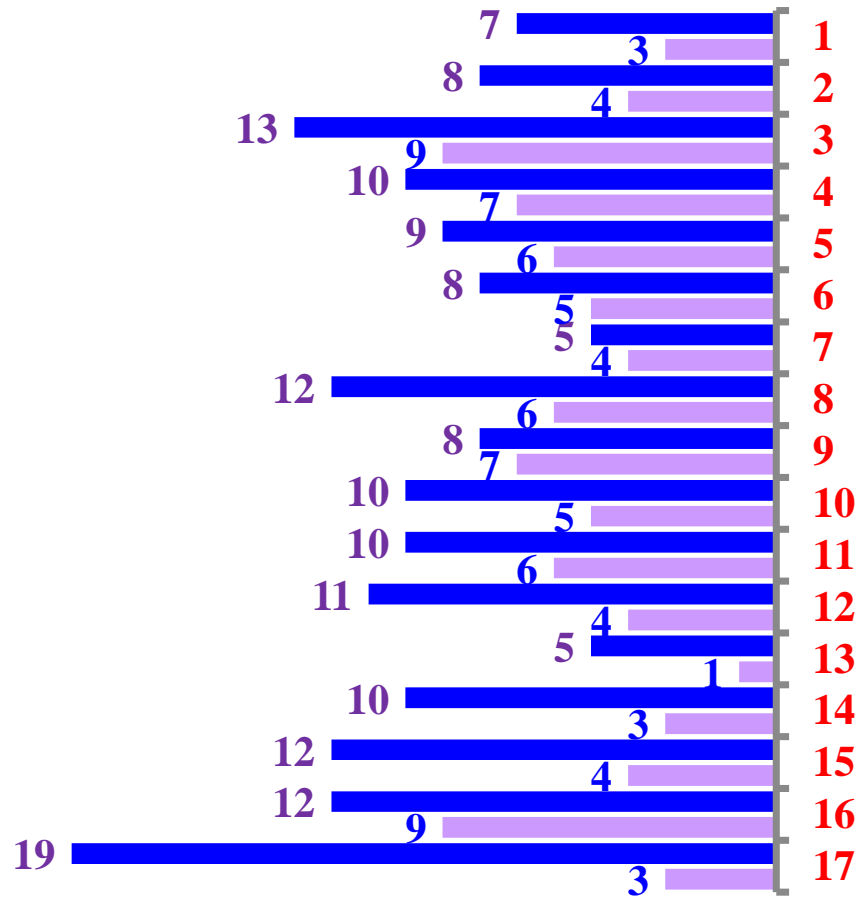
**Principle –
Intersectoral connection of SDG**



SDG OBJECTIVES

Global objectives - 169

National Objectives - 86



■ Глобальні

■ Національні

**Global
17 SDG**



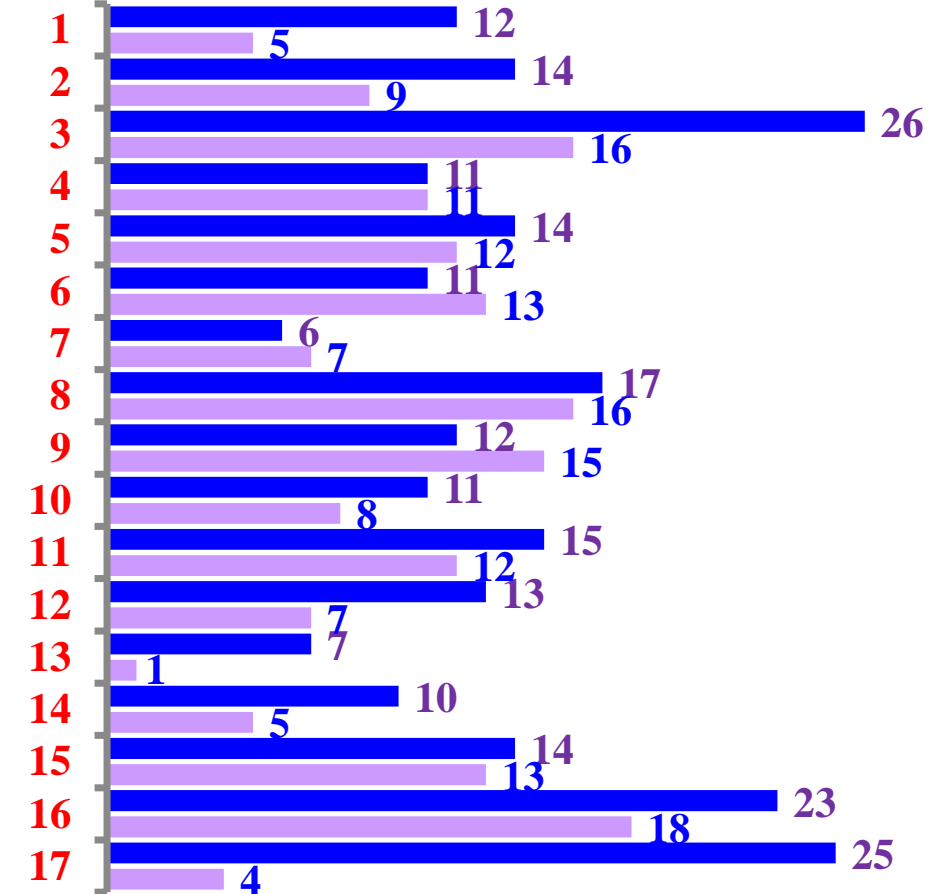
THE GLOBAL GOALS
For Sustainable Development

**National
17 SDG**

SDG Indicators

Global Indicators - 241

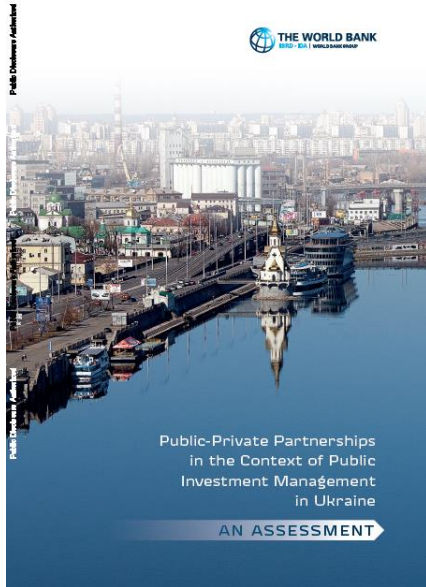
National Indicators - 172



■ Глобальні

■ Національні

Current PPP activities in Ukraine



PPP Law

PPP Analysis of Efficiency and Step-in-Right Procedures (Government Decrees adopted)

Methodological Recommendations on PPP Efficiency Analysis (Ministry adopted)

Draft of the Concession Law



World Bank Assessment “Public-Private Partnership in the Context of Public Investment Management in Ukraine” was prepared under support of the Ministry of Economic Development & Trade in 2016 and presented to the Government and Civil Society

New comprehensive version of the PPP Law was prepared by People’s Deputies with assistance of USAID Project “P3DP” and support of the Ministry of Economic Development & Trade and adopted by Verkhovna Rada. The Law came into force in May 2016

Modern procedures of analysis of efficiency of PPP projects and Step-in-Rights were prepared by the Ministry of Economic Development & Trade with assistance of the World bank and adopted by the Government in November 2016 and April 2017 respectively

The new draft of Concession Law replacing the current 4 special concession laws was developed by the Ministry of Economic Development & Trade with assistance of EBRD and amendments to Legislation in the context of Concession Law were adopted by the Parliament of Ukraine in the First reading












Attractiveness of current PPP legislation for People First PPPs

Innovative approach	Guaranties to Private Partners	Stimulation of Private Initiatives	Opportunities to implement projects based on SDGs	Inclusivity
<p>Opportunity to use different contract forms for PPP projects development (including mix agreements).</p> <p>Possibility for state and municipal enterprises to take part in the PPP agreement on a public partner's side</p>	<p>International Arbitrage</p> <p>Wide opportunities for a state support (should be further developed)</p> <p>Possibility to have in private ownership the objects to be created (build) in the framework of PPP agreement (during its term)</p>	<p>Clear and transparent Procedure for Unsolicited Proposals</p> <p>Opportunity to compensate expenses of private business for unsolicited proposals preparation (up to 2,5% of the Project Cost)</p>	<p>Opportunities for State Support of PPP projects:</p> <p>State Guarantees (procedure is under development);</p> <p>Availability Payments;</p> <p>Long Term Obligation of state and local authorities (to buy something in the context of PPP or to sell something in the context of PPP)</p>	<p>Transparency of PPP project initiation and implementation</p> <p>Obligations to publish information on results of PPP initiatives consideration</p>



First PPP Projects

Name	Initiators	Current state of consideration	Consultants / sponsors	Orientation on SDGs
“Energy Bridge: Ukraine- EU” 243.5 million Euro	Polenergia International S.à r.l; EDF Trading; Westinghouse Electric Sweden AB	Decision on implementation of PPP was adopted by the Ministry of Fuel and Energy on November 2017. Tender is in the process of preparation	Deloitte & Touch LLC, Baker McKenzie, PPP Academy, Mott MacDonald Limited, Fortum Power and Heat	
Concession of SE “SC “Olvia”	Ministry of Infrastructure	Prefeasibility study was prepared. Feasibility study under preparation	Prefeasibility Study: Atkins, EY, MDS Transmodal, Tebodin Feasibility Study: IFC & EBRD	 
Concession of SE “Kherson Sea Commercial Port”	Ministry of Infrastructure	Prefeasibility study was prepared. Feasibility study under preparation	Prefeasibility Study: Royal Haskoning, Rebel, Informall, Jurimex Feasibility Study: IFC & EBRD	 
Creation of system of video recording of traffic violations in the automatic mode in Kyiv – 23.7 million USD	Safe Roads of Ukraine	Conclusion was adopted by Kiev City State Administration. Under consideration of Kyiv City Council	Academy of PPP	 

Some local PPPs are on the stage of preparation

Priorities in PPP development

1) Prioritizing infrastructure projects based on SDGs

- Implementing approach of Sustainable Development Strategies based on SDGs
- National Infrastructure Plan
- Municipal Infrastructure Plans
- Infrastructure Project Prioritization

2) Development of State Support Mechanisms:

- State (Municipal) Guaranties in the context of PPP Projects
- Availability Payments Mechanisms
- Long-term budget obligations

3) Capacity building

- Training programs for Line-Ministries, Municipalities, Business, Civil Society
- Communication Strategies
- Small, but replicable PPP projects support

4) Improving coordination in PPPs field

- Strengthening and Developing Central PPP Unit





Thank you for attention!

*Mikhail Titarchuk,
Deputy Minister*



MINISTRY
OF ECONOMIC DEVELOPMENT
AND TRADE OF UKRAINE