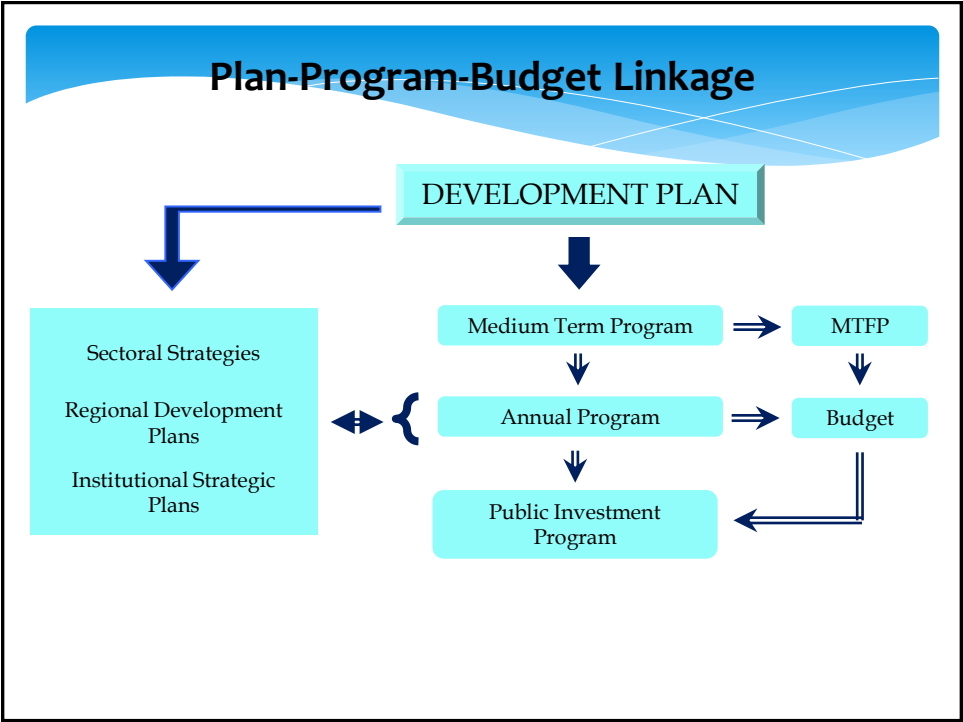


MANAGEMENT of PUBLIC INVESTMENT IN TURKEY



Hakan AY
Deputy Director General
MoF, Turkey



Development Plan (5 year)

- Long term economic and social policies and objectives
- 25 primary transformation areas (2014-2018)
- Prepared by Ministry of Development (MoD), approved by Turkish Grand National Assembly

Medium Term Program (MTP) (3 year)

- Strategic objectives, priorities, macroeconomic policies, targets and projections
- 3-year documents (rolling on annual basis)
- Consistent with the Development Plan
- Prepared by MoD in collaboration with Ministry of Finance (MoF), Treasury and Central Bank
- Approved by the Council of Ministers

Annual Program (1 year)

- Measures for policies of the Development Plan and MTP
- Institutional responsibilities and timetable for defined actions
- Consistent with the budget law
- Prepared by MoD, Approved by the Council of Ministers

Public Investment Program

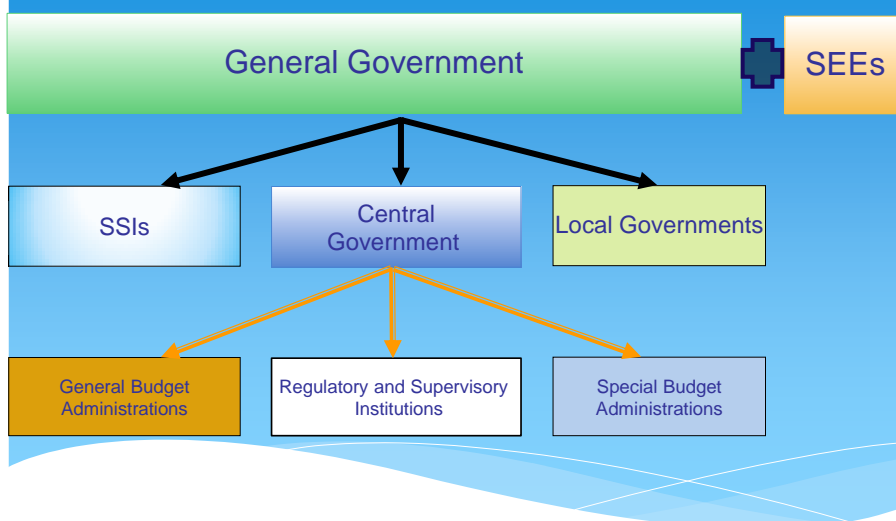
- Project based distribution of investment appropriations,(linkage to MTP)
- Institutional distribution of investment appropriations,
- Covers whole public sector by function
- Indicates the total cost of all projects, as well as individual projects,
- Indicates the total amount appropriated up to present of all projects.

Public Investment Program

Public investments are detailed by

- ✓ Function
- ✓ Region
- ✓ Project
- ✓ Institution

Scope of Public Investment Program



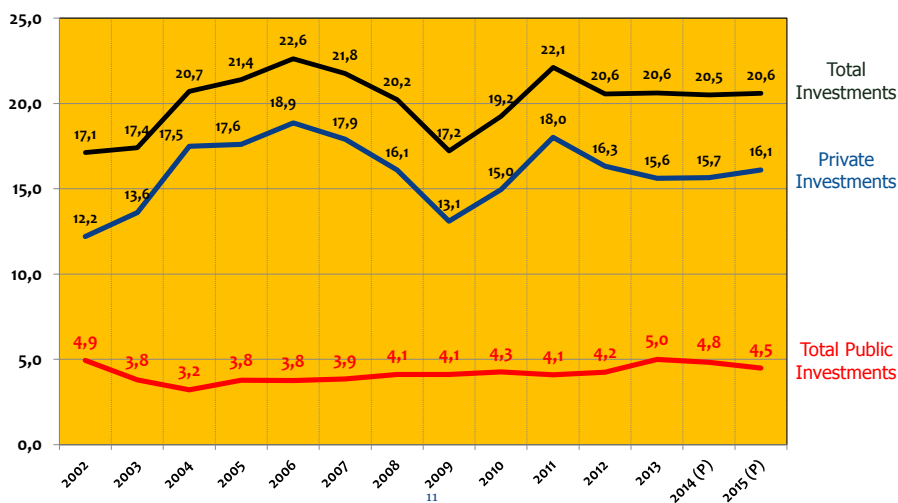
Strategy

- Focus on economic and social infrastructure areas that cannot be built by the private sector
- Implementation of local investments by local public administrations
- Maximum use of cooperation between public and private sectors

Implementation and Targets

SECTORS	9th Planning Period (implemented) (2007-2013) ¹	10th Planning Period (2014-2018)
	Share, %	Share, %
Agriculture	10.2	12.0
Mining Industry	2.2	3.0
Production	1.0	0.9
Energy	7.3	3.6
Transport	37.4	34.0
Tourism	0.5	0.6
Housing Construction	1.6	1.0
Education	12.3	16.0
Health Care	5.6	5.1
Justice	1.3	1.5
Security	1.0	1.1
Potable Water	6.6	7.0
Sanitation	5.6	5.8
Technological Study	1.8	2.5
Other	5.6	5.9
TOTAL:	100.0	100.0

Investments – Share in GDP



Monitoring

- Public Investment Program Quarterly Monitoring System (MoD)
- Annual Program Activity Monitoring System (MoD)
- Budget Monitoring System (MoF)

PPPs in Turkey

- Transfer of managerial skills of private sector to infrastructure management and public service provision
- Faster implementation of projects
- Reduced operation and construction costs

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PPPs in Turkey

- Build-Operate-Transfer
- Build-Operate
- Build-Lease-Transfer
- Transfer of Operating Rights

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PPPs in Turkey

- Electricity Production Facilities
- Railways
- Seaports and Airports
- Schools and Dormitories
- Agriculture
- Water, Sewage and Environment
- Mining
- Communication
- Border Gates
- Hospitals
- Marinas
- Motorways and Motorway Service Facilities

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PPPs in Turkey

TOTAL (\$)	87.575.124.955
Motorways	10.646.863.811
Airports	51.681.191.050
SeaPorts	1.598.884.785
Marinas&Tourism	270.633.513
Customs&Border Gates	359.688.021
Industrial Plants	1.307.035.433
Hospitals	3.816.554.228
Energy	17.894.274.113

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