

PPP COUNTRY PROFILE – SOMALIA



GENERAL INFORMATION

| Capital: Mogadishu | Population: 17, 07million | GDP (USD): 7,628 billion |
|--------------------|---------------------------|--------------------------|
| | (2021) | (2021) |

| LEGAL | AND | |
|---------------|-----|--|
| INSTITUTIONAL | | |
| FRAMEWO | RK | |

PPP Law

PPP Unit

Definition

(Art. 3 of PPCDA)

General Principles (Art. 2 of PPCDA)

Tendering and contracting procedures / Choice of the private partnership

(Art. 108 to 140 of PPCDA)

- Public Procurement, Concessions and Disposal Act, 2015 (PPCDA).
- Every Procuring Entity shall establish a Procurement Unit under the Act (art. 61).
- A Concession Technical Unit was also established within the Ministry of Finance (art. 121).

"Concession" means the grant of an interest in a public asset by a Contracting Authority to a non-public entity for a specified period during which the asset may be operated, managed, utilized, or improved by the non-public entity for a fee or royalties or other consideration under the conditions specified in the concession agreement.

- Maximize economy and efficiency in procurement and obtain best value for money;

- Promote transparency and competition by providing equal access to bidding opportunities and information.
- Promote integrity, fairness, proficiency, and accountability in order to increase public confidence in the procurement system.
- Facilitate promotion of local industry and economic development.
- Competitive Bidding (art. 133)
- National competitive bidding (art. 134)
- International competitive bidding (art. 135)
- Restricted Competitive Bidding (art. 138)
- Sole source (art. 139)

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Project Evaluation (Art 126 to 141 of PPCDA) Every concession implementation process shall commence with the issue of a Certificate for Concession and no concession shall be implemented unless the proposed project has been issued with a Certificate for Concession. The Ministry responsible for Finance shall have the sole responsibility to issue the Certificate for Concession (art. 126).

Public Consultation

A concession Entity shall pursuant to the receipt of the Certificate for Concession undertake public stakeholder consultations as part of the concession implementation process. (art. 128); Records of public consultation detailed under art. 130.

Feasibility Study

A Concession Entity shall undertake preliminary or prefeasibility studies to determine the feasibility of a proposed project and the prefeasibility studies may be carried out in consultation with the Minister responsible for Finance and other experts whether from the private or public sector as appropriate (art. 141)

Negotiation and Signature of **PPP Contracts**

(Art. 155 to 157 of PPCDA)

The form of contract for each Concession Agreement shall be developed by the Concession Entity in collaboration with the Attorney General and endorsed by the Inter-Ministerial Concessions Committee prior to Negotiations (art. 155).

The Negotiation Team shall negotiate each contract by taking into account the issues listed under (art. 157).

Rights and Obligations of the public partner

Concession Entities are responsible for the overall concession process.

(Art. 111 and 112 of PPCDA)

Procurement Units are responsible for the functions listed under art. 112.

Rights and Obligations of the private partner

No provision in the law.

Obligations of both public and No provision in the law. private partners

Applicable Law

Dispute No provision in the law.

(Art. 36 PPCDA)

Any dispute in a procurement process shall be handled according to dispute procedure set in the bidding documents. (art. 36)

EXAMPLES OF PROJECTS STRUCTURED AS PPP

Transport

resolution

Aden Adde Airport

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Information and Communication **Technology**

Mogadishu Port DARE submarine broadland cable NationLink Telecom

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