

APEC SECOND WORKSHOP ON INFRASTRUCTURE**28 AUGUST 2013****PALEMBANG, SOUTH SUMATRA, INDONESIA****AGENDA****Tuesday, 27 August 2013****14:00 – 19:00** **Participants Registration****Wednesday, 28 August 2013****07:30 – 08:30** **Participants Registration****08:30 – 08:40** **Opening remarks by**

K.A. Badaruddin, Permanent Secretary, Ministry of Finance of the Republic of Indonesia

08:40 – 10:30 **SESSION 1: Rationale for an expanded role for the private sector in publicly sponsored infrastructure**

Possible topic items:

- This session will explore arguments for why governments should consider providing infrastructure project opportunities for private investors? It will examine how better functioning infrastructure markets can play a key role in addressing rising congestion costs and structural budget pressures, and in closing the infrastructure gap.
- The utility of robust public sector comparator models: strengths and weaknesses. Case studies to illustrate best practice. The importance of strong governance arrangements – what can go wrong?
- Publicly owned infrastructure/private operators: the importance of achieving an effective regulatory environment, and fostering supportive conditions for business investment. Transport infrastructure case studies: airports, road and rail.
- How to find the right balance: State Owned Enterprises vs private sector provision: case studies from APEC member economies.

Chair: Eleazar E. Ricote, Director, PPP Centre of the Philippines**Speakers:**

- **Hiroshi Maeda**, Partners, Nishimura & Asahi
- **Ahmad Zamri bin Khairuddin**, the Public Private Partnership Unit, Prime Minister's Department, Malaysia
- **Mark Rathbone**, Asia-Pacific Capital Projects and Infrastructure Leader, PricewaterhouseCoopers LLP
- **David Kim**, Executive Vice President, Samsung Engineering Co., Ltd

10:30 – 10:45 **Coffee Break**

10:45 – 12:15

SESSION 2: Public Financial Instruments and incentives to facilitate increased private sector investment in infrastructure

Possible topic items:

- This session will hear from a range of speakers about various methods and financial instruments governments have chosen to encourage increased private involvement in infrastructure projects.
- Methods and financial instruments include things such as: direct public financing (through grant funding or co-funding of availability payments), various public guarantee options, credit enhancement, value capture models; a role for specialized infrastructure funds?
- Various approaches to deciding on the optimal balance of risk allocation between the public and private sectors for different kinds of infrastructure assets, also tips and pitfalls.
- Other actions governments can take (including new policy initiatives) to foster a supportive business environment (planning, financial market development).

Chair: Trevor Lewis, Asian Development Bank

Speakers:

- **Raffaele Della Croce**, Lead Manager LTI project, OECD
- **Brad Kim**, Managing Director, Infrastructure and Utilities, Macquarie Capital
- **Synthia Roesli**, President Director, The Indonesia Infrastructure Guarantee Fund
- **Colin Chen**, Executive Vice President and Regional head of Project Finance, The Bank of Tokyo-Mitsubishi UFJ

12:15 – 13:30

Photo Session and Lunch Break

13:30 – 15:00

SESSION 3: A role for the private sector in developing/renewing Brownfield infrastructure assets in emerging economies?

Possible topic items:

- This session will focus on perspectives from a range of speakers about the positive role that private sector investors can potentially play in helping to improve the efficiency and effectiveness of Brownfield infrastructure assets in emerging economies.
- Speakers will also discuss concrete examples where private investors are playing a productive role in publicly owned infrastructure assets in emerging and developed economies through successful partnerships with governments.
- The session will also examine some of the regulatory challenges associated with monopoly assets and case studies where this has been overcome through innovative approaches to regulation and community involvement.
- Could facilitating Brownfield investment be a useful mechanism to tap greater flows of institutional finance in Greenfield projects? Could it be an interim step towards greater involvement in Greenfield projects?

Chair: Yoshihiro Watanabe, Vice Chair of Asia Pacific Infrastructure Partnership

Speakers:

- **Michael Deegan**, National Infrastructure Coordinator, Infrastructure Australia
- **Patrick Mispagel**, Associate Managing Director, Moodys Investor Service
- **William Streeter**, Head of Debt for MEEMA (Middle East, Emerging Markets, Asia),

Hastings

- **Trevor Lewis**, Asian Development Bank

15:00 – 15:15

Coffee break

15:15 – 17:00

SESSION 4: Way Forward for APEC Infrastructure Agenda/ Linking project finance with robust project preparation: the case for a specialized PPP Centre to help mobilize private sector finance

Possible topic items:

- This session will extend the discussion held at the Makassar workshop about the importance of careful project preparation in encouraging private sector involvement in infrastructure in emerging economies.
- It will hear perspectives from a range of private sector stakeholders about how developing a capacity in economies to generate a pipeline of bankable projects can help to increase the confidence of private investors - and therefore leverage increased investment resources into emerging economies.
- A proposal for an APEC PPP Experts Advisory Panel and pilot PPP Centre project will be discussed.

Chair: William Wallace, AIEPG

Speakers:

- **Freddy Saragih**, Director of Fiscal Risk Policy Office, Indonesia MOF and **Jason McDonald**, Head of International Division, Australian Treasury
- **Gongfeng**, Director of International Department, Ministry of Finance of the People's Republic of China
- **Julius Caesar Parrenas**, The Bank of Tokyo-Mitsubishi UFJ, Ltd and ABAC Secretariat
- **Andrew Elek**, PECC

17:00 – 17:30

SESSION 5: Wrap up

This session will summarize key findings from previous sessions and chairs' perspectives on what could be used as recommendations to be presented to SFOM in their September meeting and next steps.

Chair: Andin Hadiyanto, Advisor to the Minister of Finance and Alternate Chair of APEC Finance and Central Bank Deputies Meeting

Panelist: Chairs from previous sessions

19:00 – 21:00

Dinner Reception