

Public Private Partnership in practice in Serbia

Radmila Vladislavljević

Tf_radmila@milenijumsoft.co.yu

Belgrade

18. 06. 2008

✓ Introduction

- PPP / public private partnership/ in communal sector is new way of partnership
- Lack of legal frame
- Lack of knowledge about PPP

✓ Joint characteristics of PPP and public sector

- Mutual legal frame
- Mutual local decisions on communal services
- Prices are municipality's competence and can be changed only in agreement with municipality
- Non-economic prices and keeping of “social peace” of users
- Lack of interest of local self-governments for faster development of this sector and environment protection

...continuation

- Need for intensive cooperation of municipality's bodies and companies
- Need for raising public awareness about communal waste management
- Low percentage of payment, so incomes doesn't cover costs
- Villages are still not completely covered by service
- Inefficient mechanism of constraint (inspection, legal proceedings)

✓ Differences

- Relationship of municipality's authority (inspection)
- Lower influence of local politics on work and human resources of the company
- Company is responsible to customers first
- Distinctive political obstructions
- Better work quality control in communal services (landfills)
- "Clean accounts" in relation with local self-government

✓ Obstacles

- Problems with willingness of the citizens to use services
- Obligation of taking over many unnecessary employees who have certain resistance and specific attitude towards work
- Starting from zero – big risk and investments
- Non existence of mandatory municipality's decisions which refer to villages and local communities.
- Non existence of mandatory municipality's decisions and need for their adoption.

✓ **TROJON & FISCHER EKO DOO**



- Founded in September 2001.
- In August 2004. it became mixed Serbian German company for production, trade and services.
- Main activities: collecting and disposal of waste on whole municipality's territory, separation, cleaning and washing of public surfaces, sanitary and similar activities.

✓ Characteristics of regional company



Company has contracts on communal services with few municipalities in Branicevo region:

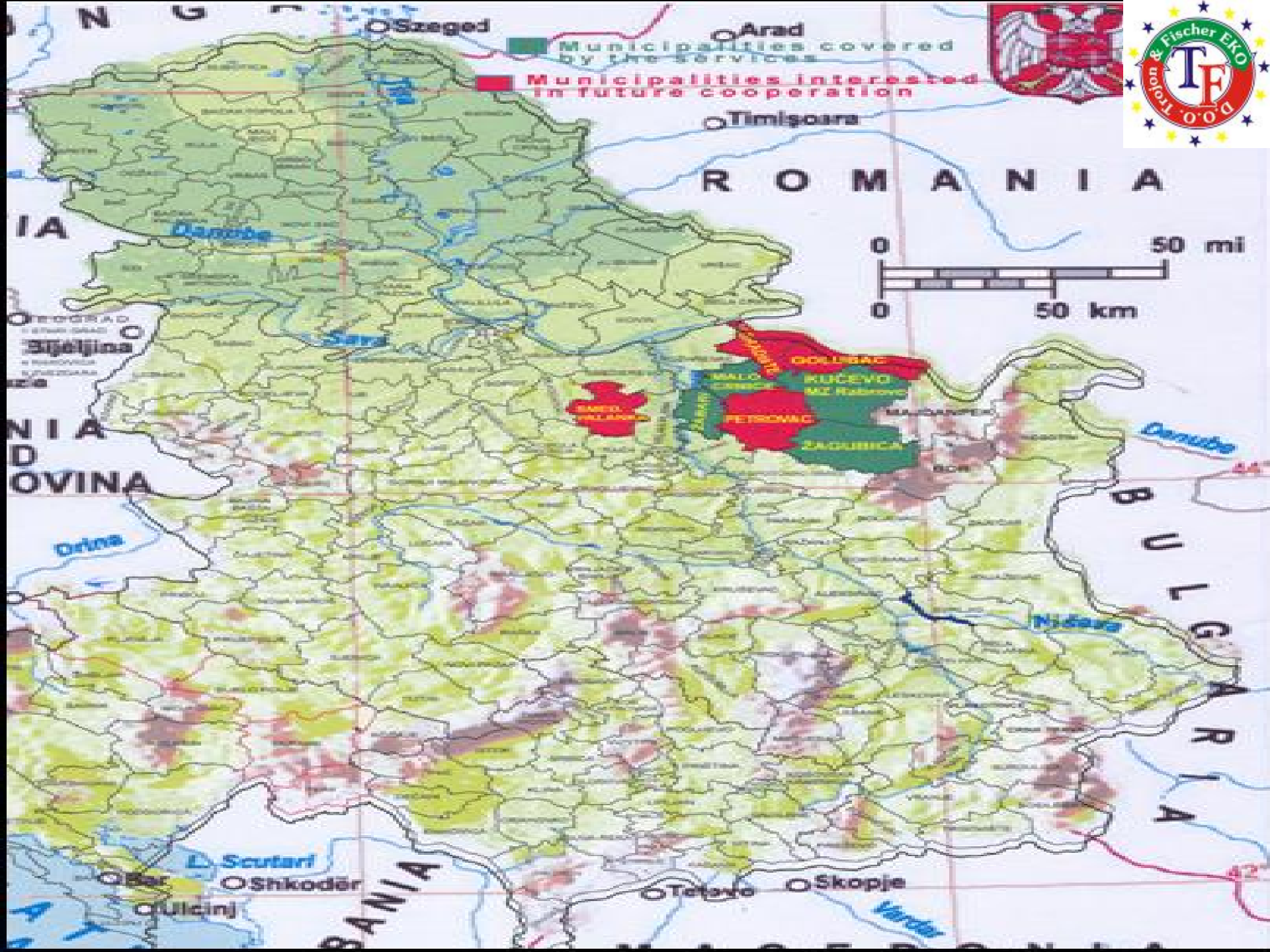
- Municipality Žabari, 27.05.2004.
- Municipality Žagubica, 03.02.2005.
- Municipality Malo Crniće, 17.03.2005.
- Municipality Kučevo-LC Rabrovo, 09.12.2005.
- Municipality Smederevska Palanka, 10.08.2005.



- ***All contracts are signed on 25 years period.***
- ***Unique prices for all municipalities.***
- ***Unique management of the company.***
- ***Equal development of communal services quality.***

✓ Advantages of communal companies regionalization

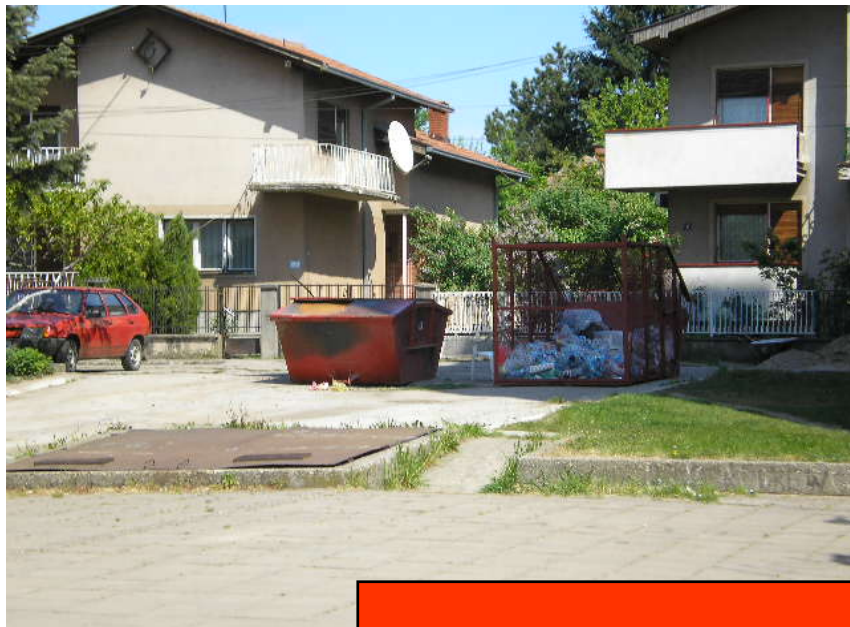
- Less administration
- Lower costs
- Equity in providing services
- Rural areas between municipalities included in service
- Typical containers/bins and vehicles
- Equal treatment of all users



✓ New and positive

- In order to develop secondary raw materials separation, it has been disseminated free of charge:
 - Plastic bins of 120 l,
 - Plastic bins of 240 l
 - containers of 1.100 l, 5 m³ and 7 m³
 - Plastic bags for recyclables

Encircled separation cycles



Waste separation in households





Centralne zone grada





Collected plastics and it's primary treatment



**Better technical capacity,
vehicles and other equipment**



Technical equipment



Quality service



Sanitized wild dump-sites





✓ Special activities in PPP project

Special activity is raising public awareness of citizens about economic and ecological aspects of waste management, with a goal of environment protection. During the public campaign, following activities were taken:

- TV and radio broadcasts
- School campaigns
- Promotional material
- Expert's support
- Dialog with stakeholders

Thank you for your attention!

