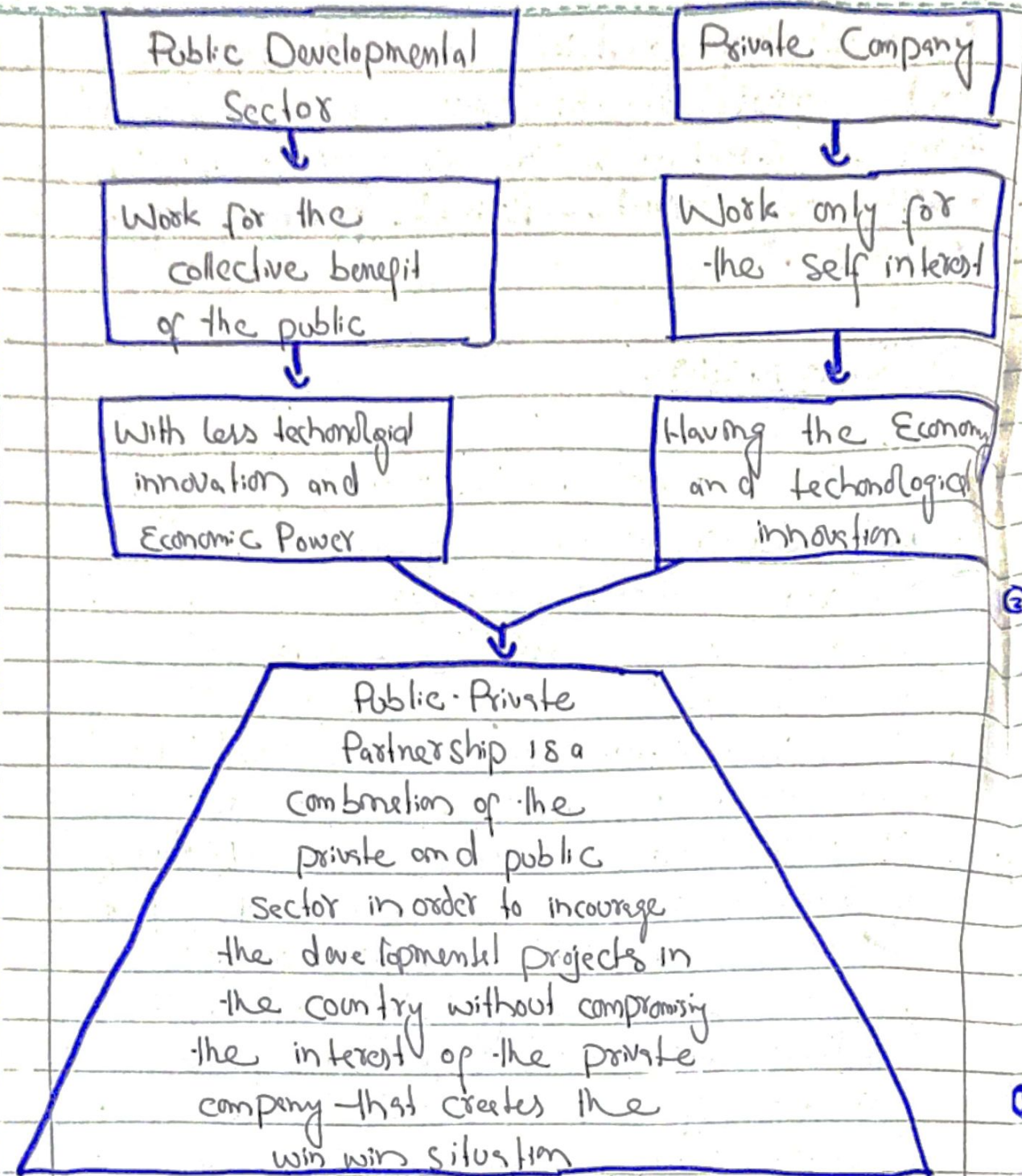


Q1 In developing countries with weak governance and accountability mechanisms, there is no such thing as public-private partnership, but in reality only private-private partnerships. Discuss.

Ans 1 Introduction

Public-Private Partnership is a new kind of relationship emerging in the modern world and is more successful in the developed countries than the developing countries. There are many reasons behind the failure of the public-private partnership in the developing world and turning into the private-private partnership. That includes, the non-availability of stakeholder during the partnership, weak governance and high corruption in the project, project only for the support of the capitalists and no accountability by the government officials towards the projects. That all factors combinedly turns the public-private partnership into the private-private partnership in the developing countries.

2 Understanding the concept of Public Private Partnership.



② Elements required for the successful Public-Private Partnership

① Public-Private Partnership with availability of

all stakeholders

One of the most important things required for the public-private partnership is the presence of all the stakeholders during the agreement. That ensures the project is done for the benefit of the public. The stakeholder can be any one (any person or group) or general committee working for the collective good.

② Public Private Partnership for the Collective good

Yet another principle of the public private partnership is that, the partnership should only for the benefit of the public. For example, by private-public partnership constructing the Hospital or School building. In other words, a partnership that forgets the whole community or nation in general.

③ Private Company: A Non Political Entity

It is important to note that, the public private partnership should only be done between the a public entity and a non political entity or in simple words a neutral entity. That will ensure the success of the partnership. Otherwise, if

the partnership is done between the public and a political entity, that will create the corruption and bad governance within the partnership.

④ Devising the Mechanism of Accountability

For the success of any project the mechanism of accountability is as necessary as the electricity for industries. Accountability will ensure the success of the project and maintain the exact flow of the energies for the service of the general good.

⑤ How the weak governance and accountability mechanism creates the Private-Private Partnership in the developing countries

⑥ Agreements to boost the business of Governments officials

It has been the common phenomenon in the developing world the partnerships, public-private partnership, are done in order to emerge or boost their private business so that, the products of their companies can easily be sold-out

For example, in India, Pakistan and Bangladesh there are many companies who are working with public sector and are owned by ministers. In other words, that kind of partnership does not create the public-private partnership, but the private-private partnership.

Weak Governance with High Corruption make the Project: A Private-Private Partnership

The public-private partnership needs a mechanism of good governance and accountability so that the flow of capital or products can be utilized for the betterment of the public. But, in developing world, owing to weak governance the corruption by the executive officials diverts all the capitals towards their interest. There are several examples of failed public-private partnership in Pakistan and one of them is failure of to construct the Canal System in Sindh. That clearly represents that the weak governance with high corruption turns the public-private partnership into the private-private partnership.

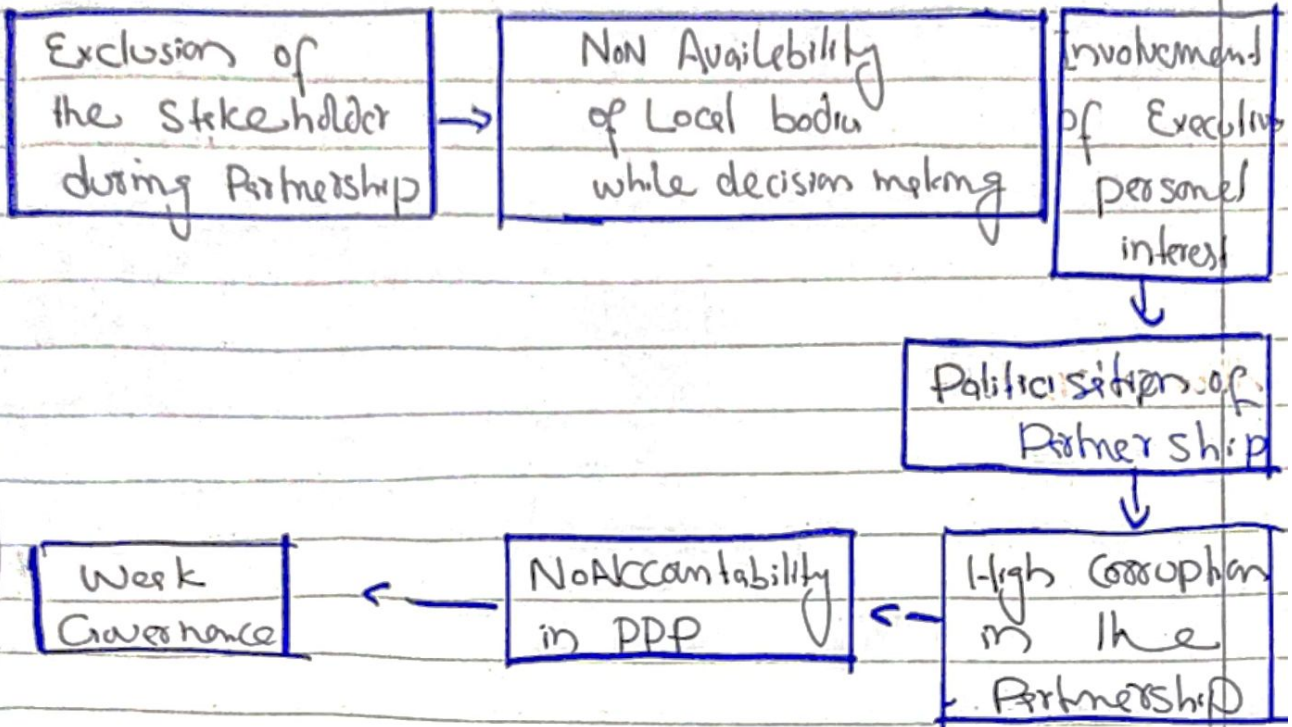
③ Supporting the Private owner vs Public Private Partnership

For a successful public private partnership it is important the private owner should be A-political. If not, the personnel in the executive will undoubtedly create business and will support the care of the private owner instead of the public care.

④ No accountability by Government turns Private owner irresponsible

No accountability by the government officials turns the private owner irresponsible towards the project. Thus, results in the failure of the project. In long term, the private owner brokes the government official for his interest and turns the public private partnership into the private private partnership.

⑤ Flow Chart Illustrating the Causes of Private - Private Partnership in the developing countries



Conclusion

Public-Private Partnership, in reality, a successful mechanism for the betterment of public. Though, in the developing countries it has been shifted into the private-private partnership because of their high interest of executive personnels in the projects, politicisation of the projects that leads to the nepotism and no accountability and high corruption.

(1:50)