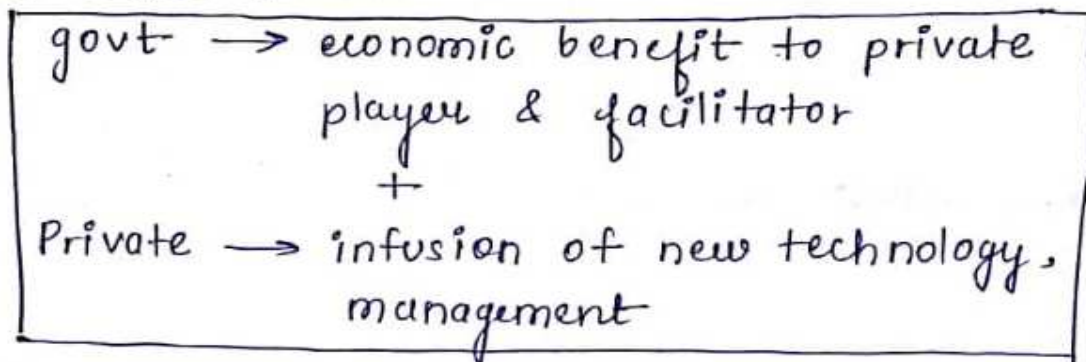


Q.8 What is Public Private Partnership? what are the challenges in India in the field of PPP? what is the current GOI's policy regarding PPP? (250 words)

Ans. **PPP** :-

When govt. & private sector come together in which,



it result in Public Private Partnership.

In LPG era, it has proved to be a milestone in infrastructure development as earlier, projects were subjected to delay.

But in PPP, govt & private sector makes a contract & let private sector develop infrastructure which enhances efficiency of the sector involved.

For eg :- Delhi Metro Rail Corporation is a good example of PPP where Delhi govt. was just a facilitator.

**CHALLENGES** :-

No doubt, it has increased enthusiasm

among private players too to come forward & build & manage infrastructure. But there are certain challenges :-

- ① Most of the PPPs are concentrated to industrial regions of Maharashtra, Gujarat etc. ~~these~~ <sup>their</sup> contribution in India is not uniform.
- ② There are certain sectors which require PPP initiatives but are not present. Further, most of them are only concentrated to road infrastructure.
- ③ No mechanism for dispute resolution & hence, some of the sectors are void of PPP.
- ④ Environmental clearances for any project can cause delay which is not good ~~for~~ as it causes moral harm to private players.
- ⑤ Private sector may not get good returns on its investments in any project as most of the people in our country is poor. Private sector charges more but has quality assurance.

#### CURRENT INITIATIVES BY GOI :-

• We have social infrastructure like health & education which requires efficiency

especially in rural areas.

Therefore in Union Budget 2019-20, Govt. provided Viability Gap Funding support to private investors in medical sector. There would be a medical college in each dist. next to dist. hospital which can give health services.

Railways are also a prominent sector & various private rail operators too are running trains. Eg:- Tejas Express.

PPP invigorates positive energy thus enhances competitiveness. If above mentioned challenges are addressed, they can be good success stories.

E!