

Consejo Políticas Infraestructura

#### INFRASTRUCTURE FOR OUR DEVELOPMENT Building a better Chile

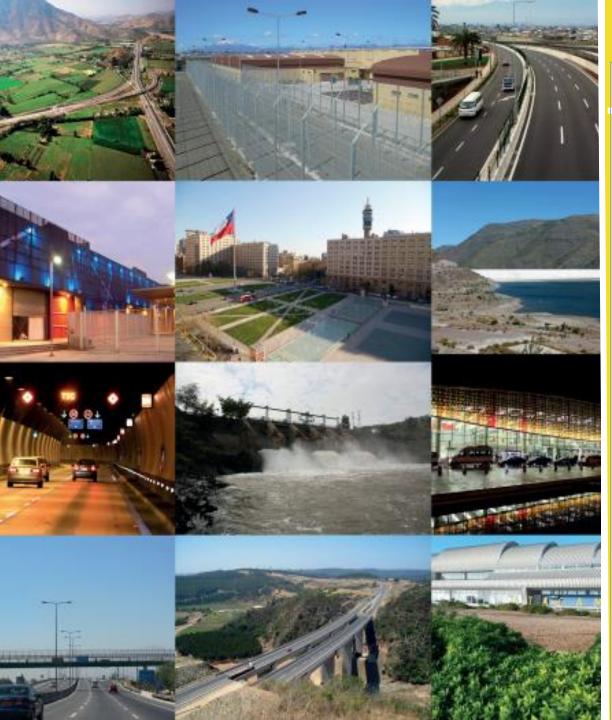
May 2017



Document: AGFSCB 37-035 Draft: **FIRST** Date: 26 October 2017 Source: ABAC Chile Meeting: Da Nang, Viet Nam

## INFRASTRUCTURE CHALLENGES IN CHILE

Alberto Salas ABAC Chile Da Nang, November 2017



#### **INFRASTRUCTURE HAS PLAYED A KEY ROLE**

- Infrastructure development has been important for the expansion of the country.
- Infrastructure is a central element in the fight against inequality and a catalyzing agent of economic growth.
- Chile has been successful in mobilizing private finance in the development of its infrastructure.
- As of December 2016, 82 contracts have been awarded in 23 years, worth USD 19bn.



#### **INFRASTRUCTURE-RELATED CHALLENGES**

- Need to permanently monitor the public infrastructure that Chileans need;
- Develop public policies to deal with any shortfalls and ensure investment levels that support them;
- Design an institutional framework to execute the necessary projects;
- Essential to have strong information systems that enable continuous monitoring of developments;
- Develop, within the private and public sectors, a shared view of public infrastructure, beyond the government in power.



#### **COUNCIL FOR INFRASTRUCTURE POLICIES**

- An initiative that brings together people with a distinguished public and private background in the areas of analysis, design and implementation of governmental policies regarding public infrastructure.
- Among its 30 members are Chile's former Presidents Frei, Lagos and Piñera, and distinguished ministers and practitioners.
  - Stablished in 2013, the objective of the Council is to collaborate with those responsible for developing infrastructure policy in Chile; recommendations resulting from the dialogue and debate between different sectors of society.



# ፍ

#### **2014 – 2021 CONCESSION PLAN**

Type of projects	Amount MMUSD	Subsidies	
		%	Amount MMUSD
Interurban routes	5.430	15%	793
Highways	2.345	27%	622
Airports & aerodromes	380	0%	0
Cable Car	80	0%	0
Public Transport	50	0%	0
TOTAL PORTFOLIO	8.285	17%	1.415



#### **FINAL REMARKS**

- Openness to trade and international integration have played a key role in Chile's infrastructure development.
- Chile's long-standing concession system (1990s) has placed it at the forefront of the development of public infrastructure.
- Expected US\$8bn in new concessions until 2021
- Public infrastructure spending to increase to 3.5% of GDP from the current 2.5%



www.infraestructurapublica.cl

### Thank you



Alberto Salas ABAC Chile Da Nang, November 2017