



**Key Initiative:**

- **Infrastructure revitalization (CPP)**

## Roads

Ranked **51st out of 52 (states + DC) for smoothness** of roads

Ranked **45th out of 52 (states + DC) for congestion** of roads



## Electricity

At \$0.25/KW-h on average over the past decade, power **prices considerably higher than mainland U.S. rates and other Caribbean islands**

**~66% of total grid production is from fuel oil** (highly-polluting and inefficient)



## Waste management

Out of 29 operating landfills, **majority are over capacity**

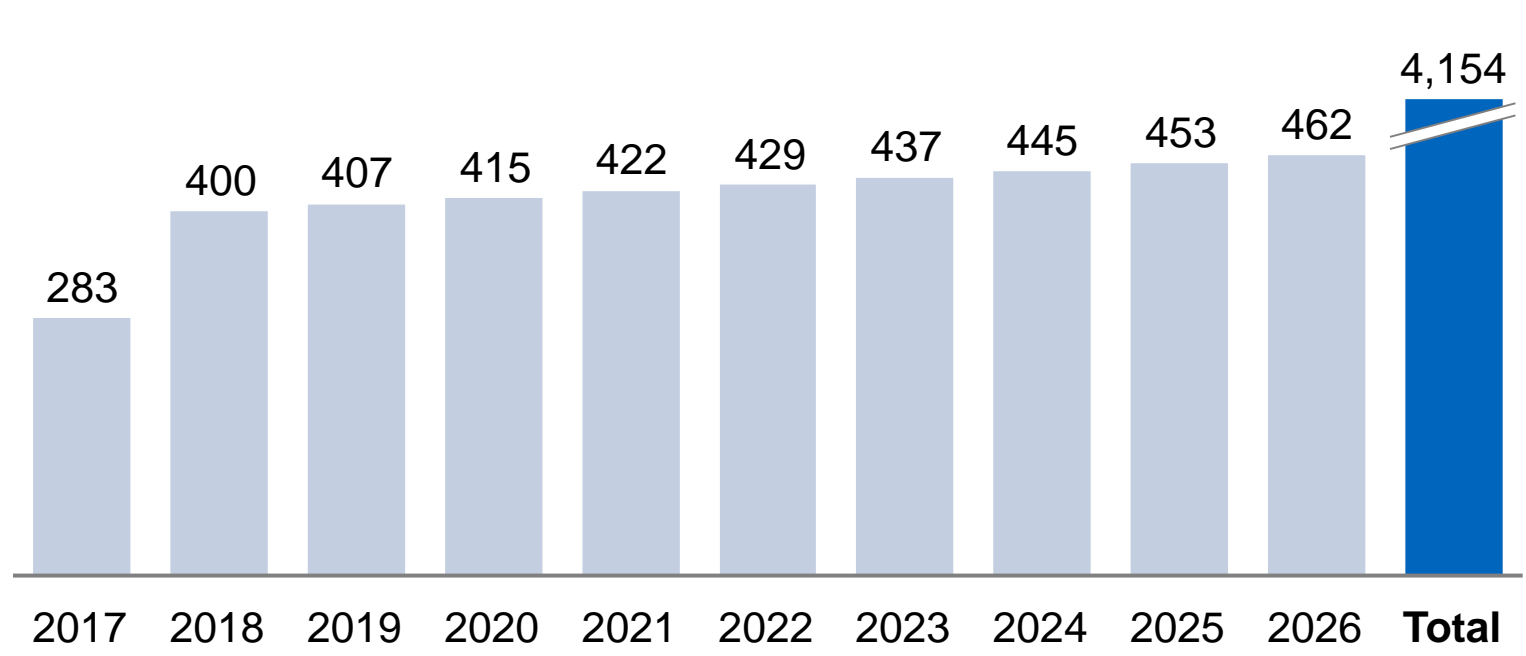
**~70% of landfills are in violation of EPA regulations**

**Legal closure agreements between EPA and 12 municipalities**



\$4.1B of Government funds will be invested over the next 10 years towards base capex, incremental capex, and delivery of infrastructure and P3 initiatives

Schedule of projected government capital expenditure, \$ millions

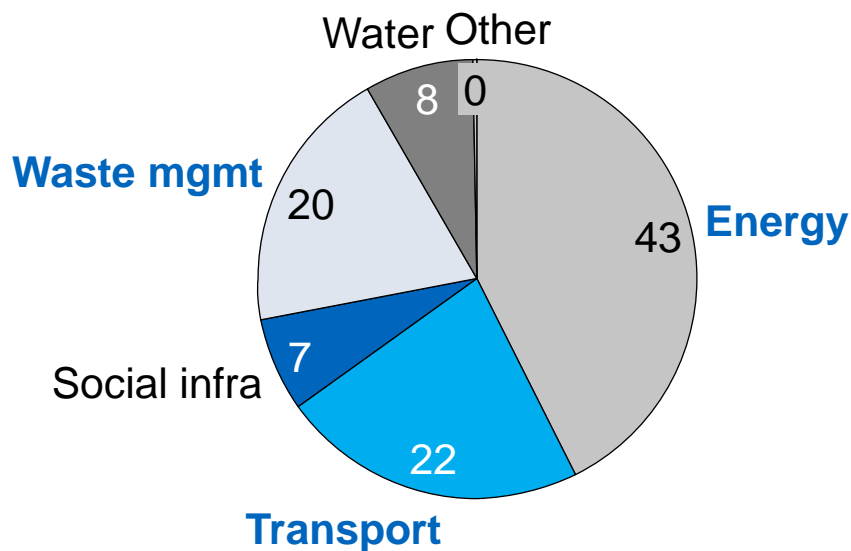


The government **will not apply funds to growth projects, as these will be pursued using P3s**, private infrastructure investments, and additional federal funds

- Puerto Rico will need **~\$1.6B** in new and improved infrastructure to meet fiscal plan target
- **Achieving ~\$5B** in greenfield investment can generate 1.6% in annual GNP growth for Puerto Rico



## Initial P3 program, 2017-2019 launch



Centralized & expedited permitting through OGPe

Passed P3 law amendment to allow unsolicited proposals

Created Inter-Agency Environmental Subcommittee

Creating structures to attract private capital

## The Oversight Board

*Title V of PROMESA*

**Revitalization  
Coordinator**

*Title V of PROMESA*

**Critical Project  
Process**

# The Oversight Board is currently designing the necessary protocols to implement the Critical Project Process

## Staffing

- The Oversight Board will determine the **appropriate staffing** to evaluate critical project submission

## Submission Content

- The Revitalization Coordinator will identify the **content to be included** in any submission following Title V of PROMESA, including a certification that all requirements set forth are met

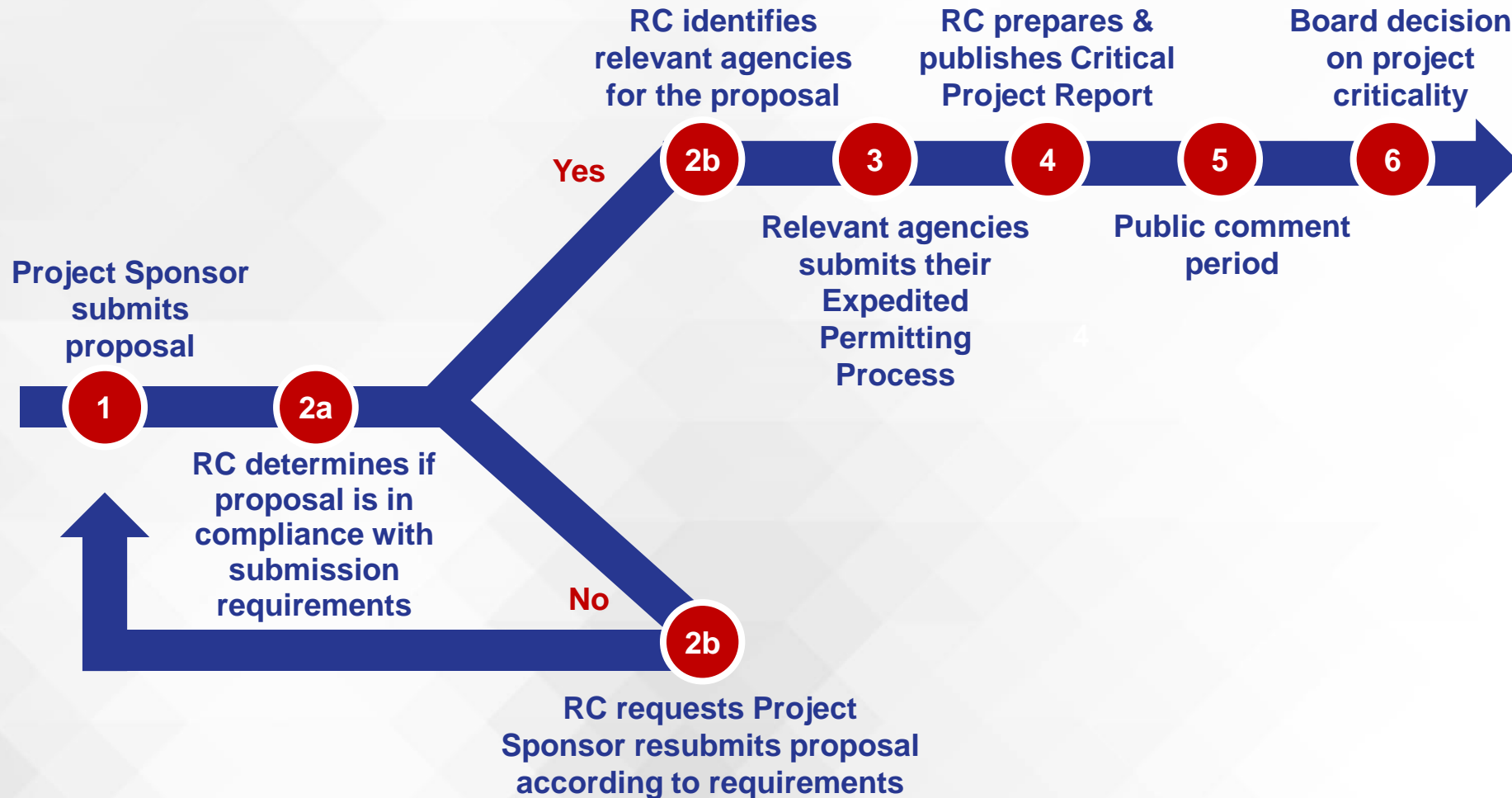
## Submission Review

- The Revitalization Coordinator and Governor's representatives will initially **review** project submissions to determine whether they include the **information required for evaluation**

## Flexibility

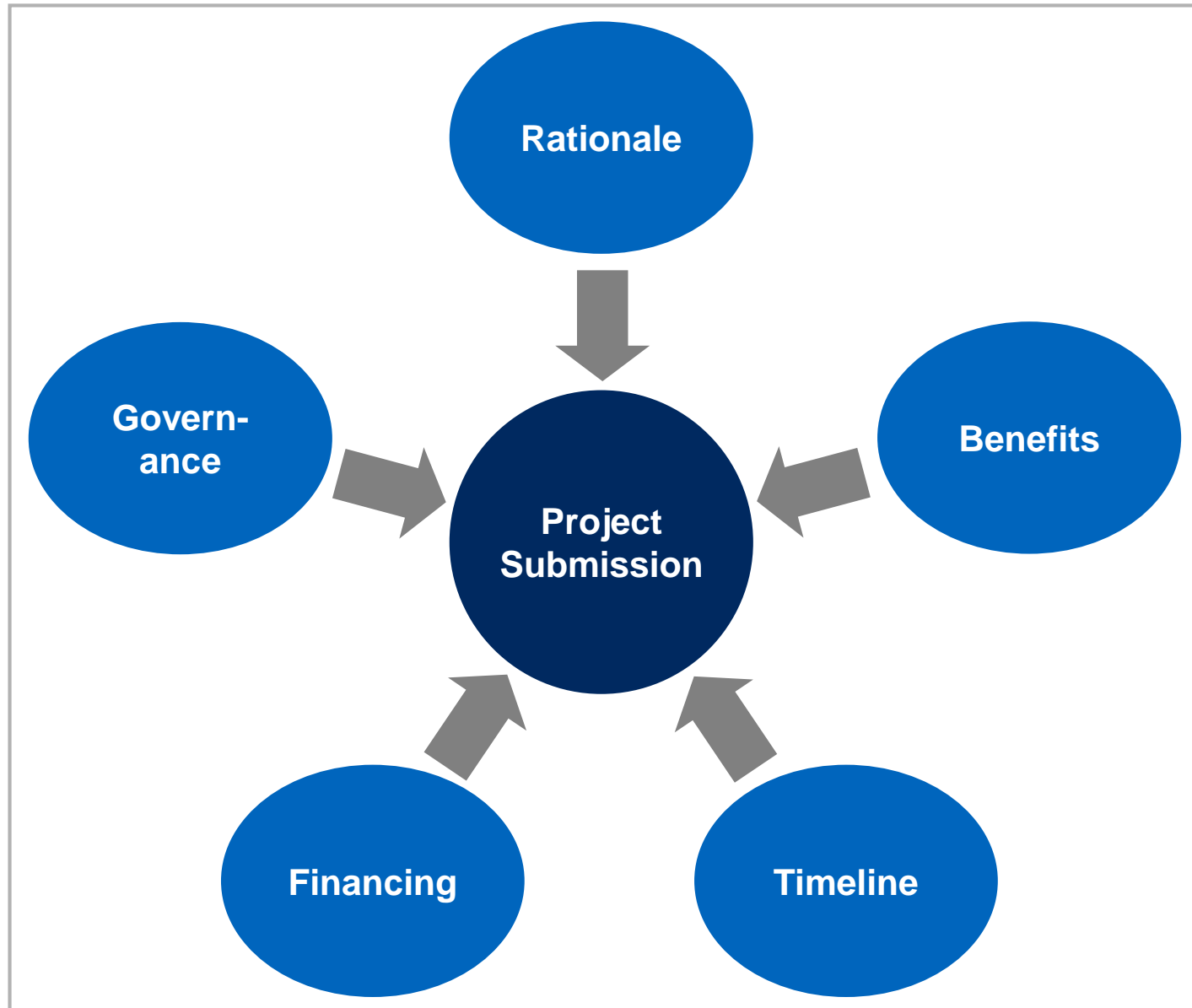
- The Revitalization Coordinator may give **priority** to the evaluation of projects that meet **certain criteria**

# PROMESA identified six steps for the Critical Project Process





# 1 Projects are submitted under the guidance of Title V of PROMESA



# 1 Project submission will be completed online on the Board's website



## Critical Projects Process: project submission

### Project overview

Problem / opportunity addressed

Costs and funding

Development stage

Acknowledgement

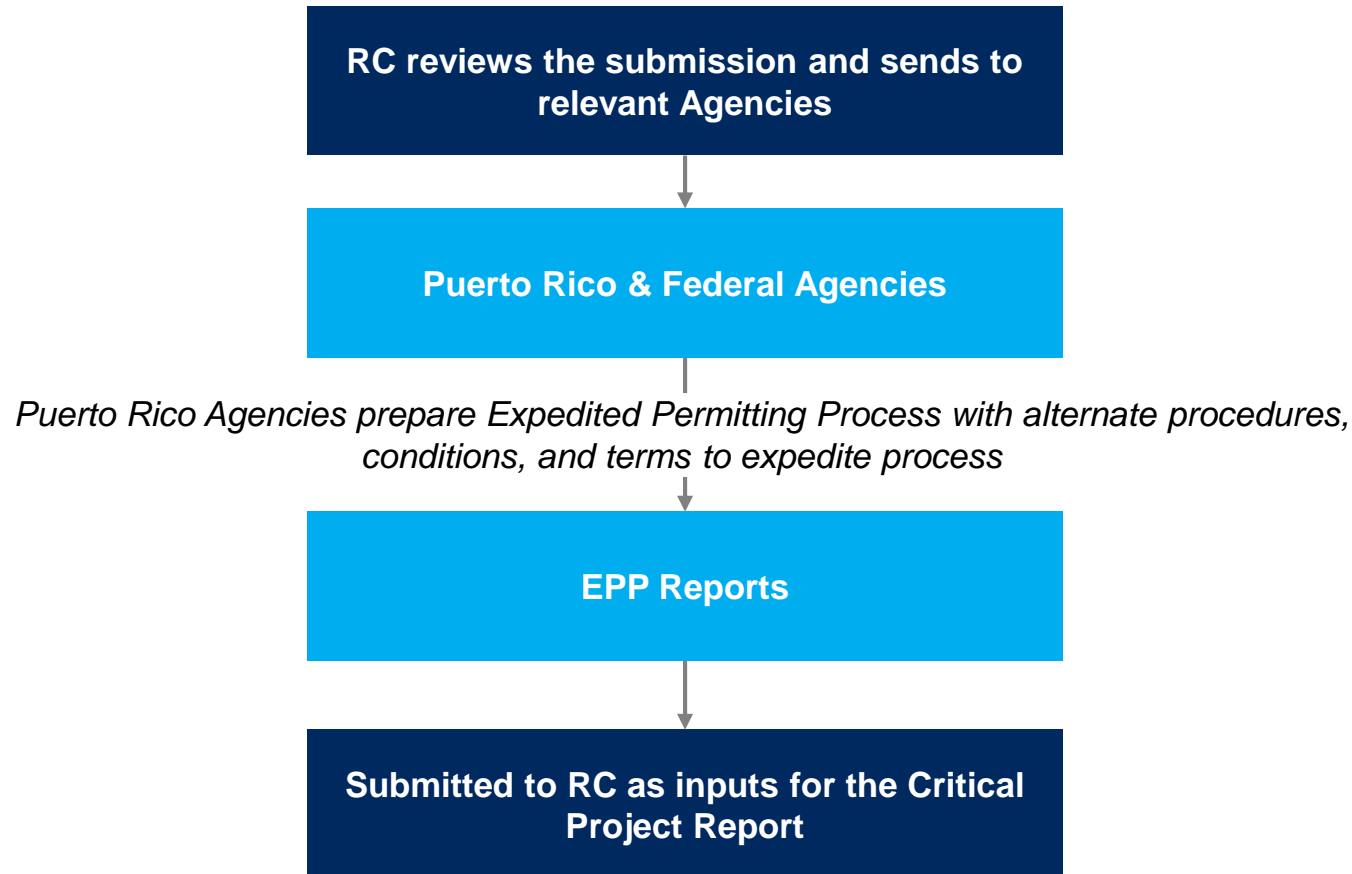
### Applicant information

|   |   |           |                      |
|---|---|-----------|----------------------|
| First name  | <input type="text"/>  | Last name | <input type="text"/> |
| Title   | <input type="text"/>  |           |                      |
| Company name  | <input type="text"/>  |           |                      |
| Daytime phone number  | <input type="text"/>  | Email     | <input type="text"/> |
| Address   | <input type="text"/>  |           |                      |
| City  | <input type="text"/>  | State     | <input type="text"/> |
|   |   | Zip code  | <input type="text"/> |
| <b>Organization type – check the organization type below which best describes the applicant</b> |   |           |                      |
|   | <input type="text" value="For-profit; Municipal Government; Commonwealth Government; Other"/> |           |                      |

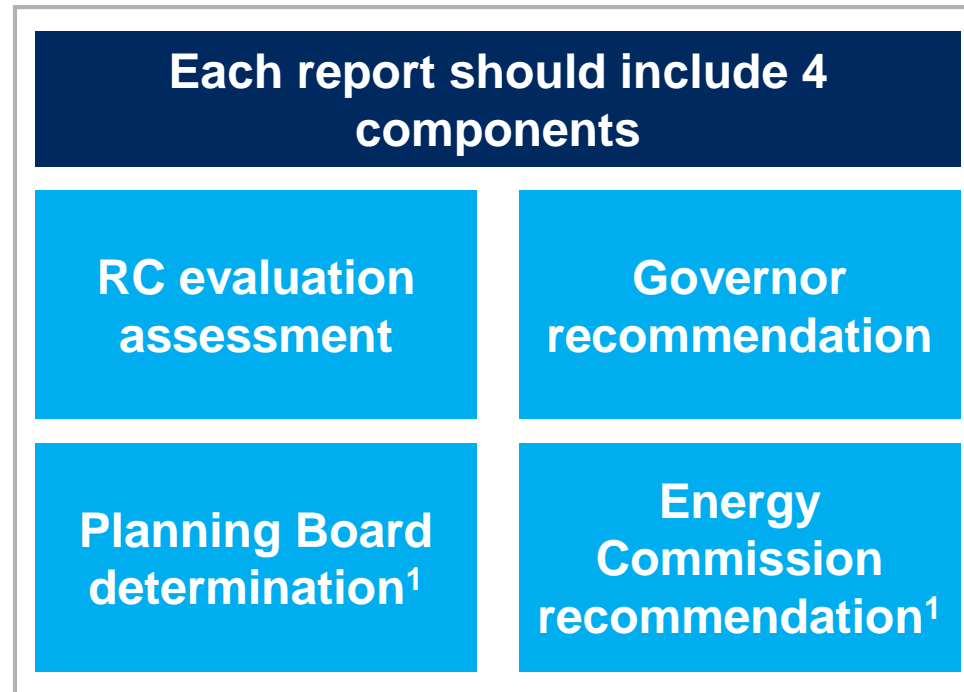
### Project information

|                        |  |
|------------------------|--|
| Project name           | <input type="text" value="Identify the name for the proposed project - while it is under assessment; you can check the status of the submission under this name"/> |
| Project description    | <input type="text" value="Detail all the specific design aspects of the project (e.g., the road length and number of lanes to be constructed, etc.)"/>             |
| Geographic Location(s) | <input type="text" value="Identify the location of the proposed project; include exact address(es) and zip code"/>   |

## ② ③ Expedited Permitting Process reports will be produced by agencies and used as input for Critical Project Report



## 4 Critical Project Report will be produced by RC with consultation by experts



<sup>1</sup> Determination/recommendation from Planning Board and Energy Commission of Puerto Rico is required when the proposed project may affect the implementation of a Land-Use Plan, as defined by Act 550-2004

# 4 Submission of Critical Project Report



## Critical Projects Process: Critical Project Report

### Critical Project Report

#### Project submission

Project name

Project description

Key benefits

Key risks

#### Project evaluation

##### Criteria

- Project addresses critical infrastructure gap / emergency need
- Project's direct and indirect long-term economic benefits sufficiently outweigh its costs and impacts
- Project's benefits can be realized quickly
- Project leverages private and federal financing
- Project addresses Puerto Rico's national goals and priority sectors

##### Overall

Based upon the above evaluation, the Governor in consultation with the Revitalization Coordinator recommends this submission to be deemed:

▼

# 5 Public comments will be collected for a 30-day period



**Critical Projects Process: public involvement**

**Public involvement**

**Project overview**

First name  Last name

Title

Company name

Daytime phone number  Email

Address

City  State  Zip code

Organization type – check the organization type below which best describes the applicant

Project name

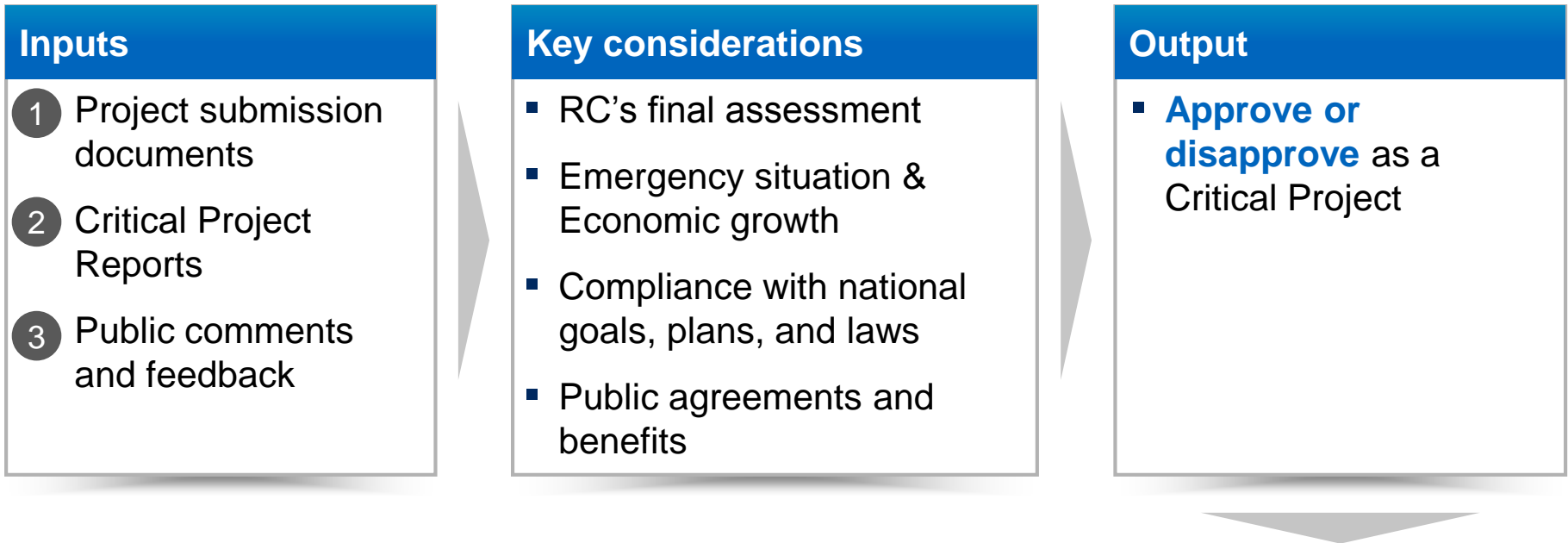
Do you believe this submission should be deemed a Critical Project?

Include rationale

Attach any relevant documentation

| Attachments |      |               | Add Document |
|-------------|------|---------------|--------------|
| File Name   | Type | Date Uploaded |              |
|             |      |               |              |

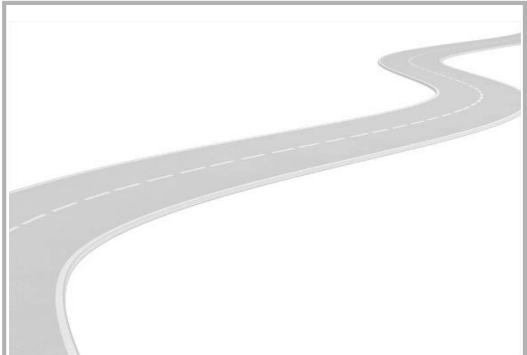
## ⑥ Final decision on project criticality will be made by the Board



### Expedited Permitting Process compliance

- PROMESA requires Puerto Rico agencies to comply with expedited permitting process for approved critical projects and has the right to take enforcement actions in situations of non-compliance

# Criteria used to determine Critical Project candidates follows Title V of PROMESA



**Addresses emergency infrastructure need**



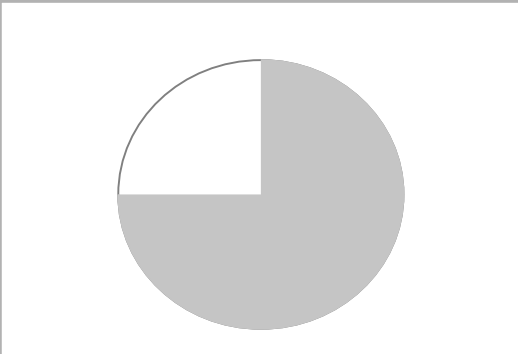
**Funds available to implement**



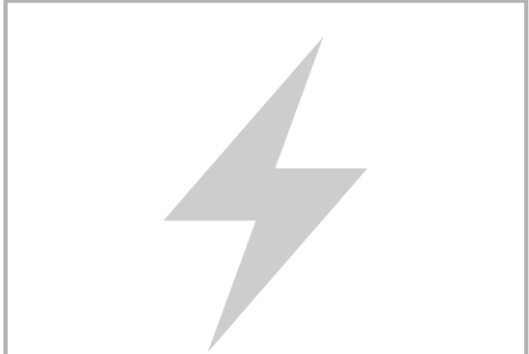
**Level of Puerto Rico government funds required**



**Environmental and economic benefits**



**Current status of project**



**Additional national priority criteria**



In delivering its ambitious P3 program, Puerto Rico will leverage its reputation for delivering successful public-private partnerships



Thank you

