

ABSTRACT

Infrastructure plays a key role in stimulating economic growth, providing job opportunities, alleviating poverty, enriching human resources, increasing industrial competitiveness and promulgating development. The government is keenly aware of the obstacles, challenges and limitations facing infrastructure development from the aspects of expertise and funding.

In order to accelerate national economic growth, there needs to be adequate infrastructure that is supported by the ability to harness and manage funding resources. In addition to conventional funding sources from the government budget, an alternative is the Public-Private Partnership (PPP).

The role of Local Government (Province and District / City) become very important in creating a transportation infrastructure that can support a regional transportation activities and implementing the Public Private Partnership (PPP) model as an alternative financing strategies other than APBN / APBD.

Bottlenecks that occur in the manufacturing and execution of the contract within the scope of Public Private Partnership can threaten fiscal sustainability due to a very tight budget conditions and changes in macro consumption fluctuates. To overcome this necessary vigilance and careful consideration in making the provision of infrastructure cooperation agreement in the concept of Public Private Partnership.

Keywords : Public Private Partnership, Contract, Infrastructure