Funding vs. Financing Infrastructure

**Funding**

- **Government**
  - Subsidies to SOEs, etc.

- **User fees**
  - Tolls, tariff, etc.

- **Other revenues**
  - Capturing land value, commercial activities, etc.

**Financing**

- **Public (domestic and foreign)**
  - Government budget
  - Public borrowing
  - International grants

- **Private (domestic and foreign)**
  - Infrastructure companies
  - Commercial banks
  - Institutional investors
Conclusion

Infrastructure Needs
- 8 per cent of GDP

Infrastructure Spending
- 5 per cent of GDP
- No Gap

Mobilizing more resources (1%)
Improving Public Expenditure Efficiency (1.2%)
Strengthening PPP environment (0.8%)

Assumption
- Increasing GDP tax ratio to by 4% (1/4 for infra)
- Improving efficiency by 15%
- Financing 10% through the private sector
Please fill the evaluation form

Thank you


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