| QUICK FACTS                                |   |  |
|--|---|--|
| PROJECT TITLE                              | CONSTRUCTION OF THE SEAT OF THE DISTRICT COURT IN NOWY<br>SACZ WITHIN THE FORMULA OF PUBLIC-PRIVATE PARTNERSHIP |  |
| PPP MODEL                                  | PPP IN PPA MODE   |  |
| LOCATION                                   | CITY OF NOWY SĄCZ   |  |
| VALUE OF THE PROJECT                       | 122 940 429, 60 PLN (GROSS)   |  |
| PROJECT STATUS                             | CONCLUDED AN PPP AGREEMENT  |  |
| FIRST PPP PROJECT AT STATE LEVEL IN POLAND |   |  |

## I. OBJECT OF THE PROJECT

The aim of the project is construction of the seat of the district court in Nowy Sącz (Grunwaldzka street). Building area is about 6 760 m<sup>2</sup>. In particular the project includes the design and construction of the building with full technical infrastructure, land development and the building's equipment. In addition, the private partner will be obligated for the building's maintenance and management.

# II. LEGAL FRAMEWORK FOR SELECTION OF PRIVATE PARNTER

According to art. 4 paragraph 2 of the act of 19 December 2008 concerning public-private partnership, the Private partner was selected according to the Public Procurement act of 29 January 2004 following a competitive dialogue process.

### III. PUBLIC ENTITY

Public State Treasury entity – Regional Court in Nowym Sączu, Pijarska 3, 33-300 Nowy Sącz.

### **IV. PRIVATE PARTNER**

Warbud – Infrastruktura Sp. z o. o. [Ltd.], Domaniewska 32, 02-672 Warszawa.



# V. RESPONSIBILITIES OF PRIVATE PARTNER

The private partner key's components include realization of investment process, maintenance and management of the building, application of modern technologies and project financing.

| DIVISION OF TASKS AND RISKS  |  |  |  |  |
|--|--|--|--|--|
| PUBLIC ENTITY  | PRIVATE PARTNER  |  |  |  |
| risk of project planning and selection of the private partner  | risk associated with project financing   |  |  |  |
| risk associated with the transfer of own contribution  | risk of proper and timely construction works's<br>execution  |  |  |  |
| risks associated with the property   | risk associated with the availability of materials,<br>subcontractors and external experts                   |  |  |  |
| risks associated with the pollution of land,<br>created before the conclusion of the lease<br>agreement                              | risk associated with timely repayment<br>of financial liabilities  |  |  |  |
| risk associated with necessity of secure funds<br>connected with the obligation to pay<br>remuneration                               | risk related to increased costs of construction<br>works, supplies and services                              |  |  |  |
| risk related to changes in the costs<br>of exploitation  | risk of increasing cost of buliding's maintaining,<br>exploitation, conservation, renovations and<br>repairs |  |  |  |
| risks associated with tax liability on property<br>tax   | risk related to building's availability upon the stage of maintenance and management                         |  |  |  |
| political risks  | risk relating to technical and technological<br>changes  |  |  |  |
| risk associated with compliance of decision<br>concerning location of a public facility<br>construction project with the regulations | risks of consumption cost of electricity needed to operate the air conditioning system                       |  |  |  |
| legislative risks  | risk of failure during the removal period  |  |  |  |

| risks associated with | social | protests |
|-----------------------|--------|----------|
|-----------------------|--------|----------|

risks associated with restaurant

## VI. FINANCING

The private partner is obligated to bear all costs of the project and its financing. Construction will be financed by the private partner's own resources or by outside loan concluded with its financial institution prior to the execution of works. Remuneration to the private partner will be made by the public entity in the form of availability payments in the total sum amount of 122 940 429, 60 PLN gross.

## VII. OBJECTIVES OF ADVISOR

Kancelaria Doradztwa Gospodarczego Cieślak & Kordasiewicz during the period from 1 March 2013 to 5 March 2015 has completed comprehensive consulting services including:

- ✓ Identification of possible methods and models of the project.
- ✓ Recommendation of the best possible model for the project.
- ✓ Recommendation of the legal form and mode of award the contract according to act on public-private partnership and Public Procurement Act.
- Verification of required documentation to initiate the procedure for selecting the private partner.
- ✓ Advising the tender committee.
- ✓ Preparation of PPP contract's draft and negotiations about contract's contents with private partners involved in a competitive dialogue.
- ✓ Preparation of Final Report of the project.
- ✓ Current explanations regarding legal issues.

## VIII. PROJECT'S SCHEDULE

| PROJECT'S SCHEDULE                       |                            |  |  |
|--|----------------------------|--|--|
| INTRODUCTION OF THE TENDER<br>COMMITTEE  | 7 OCTOBER 2013             |  |  |
| PUBLIC PROCUREMENT NOTICE                | 10 OCTOBER 2013            |  |  |
| TERM OF REQUEST TO PARTICIPATE           | 20 DECEMBER 2013           |  |  |
| ASSESSMENT OF REQUESTS<br>TO PARTICIPATE | DECEMBER 2013/JANUARY 2014 |  |  |

| COMPETITIVE DIALOGUE<br>(V PART)  | 20 FEBRUARY 2014 – 4 AUGUST 2014 |
|-----------------------------------|----------------------------------|
| SELECTION OF THE BEST TENDER      | 4 FEBRUARY 2015                  |
| SIGNING OF THE PPP CONTRACT       | 5 MARCH 2015                     |
| PLANNED TERMINATION OF INVESTMENT | AUGUST 2018                      |

#### Contact:

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