



WATER SECTOR PRIVATIZATION

Importance of financial sustainability in driving private sector participation

ORGANIZING PARTNERS



EXECUTED BY



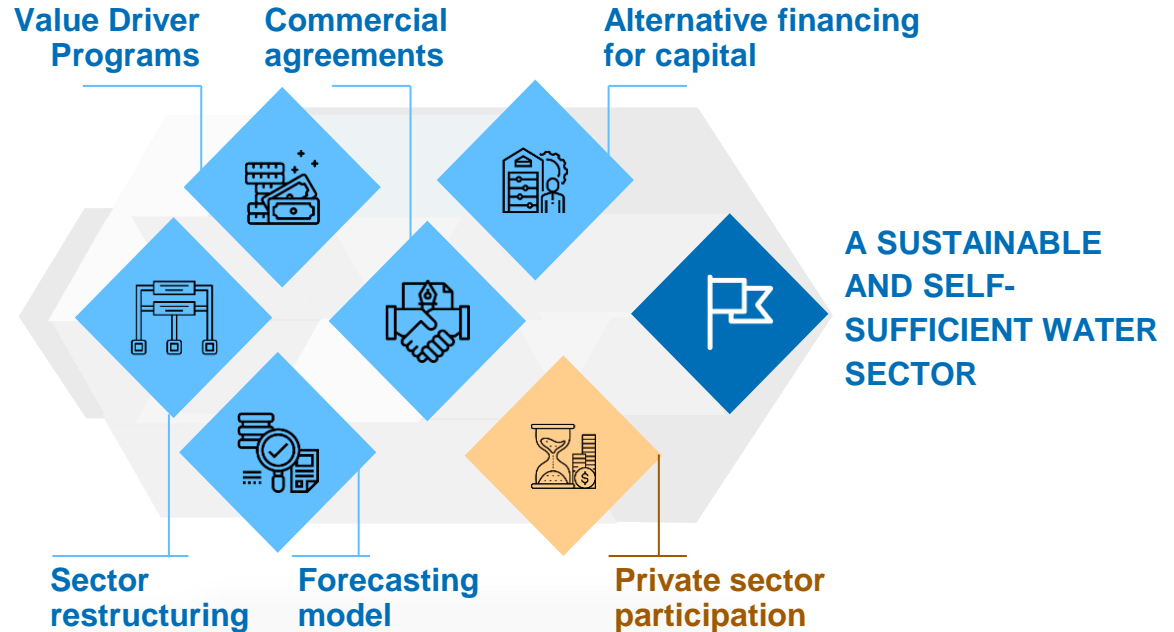
TECHNICAL ADVISOR



6-8 March 2022 • Hilton Riyadh Hotel & Residences

The water sector has already begun its journey towards self sufficiency

The water sector is undergoing a fast-paced transformation towards achieving sustainability and financial self-sufficiency



The WBA was setup to cover the deficit between sector costs and revenues

Cabinet Resolution No 494 issued:

Included in Paragraph (Fourth):

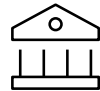
"His Excellency the Minister of Environment, Water and Agriculture and His Excellency the Minister of Finance to take what is necessary - by agreement -

To establish a budget fund to cover the deficit resulting from the difference between:

- 1) *the assumed income for the water sector based on commercial bases*
- 2) *the real income achieved from the officially approved tariff."*



WBA objectives



Only government support method for the sector



Covers the difference between the cost and the income generated



Covering all the needs of the sector and the required investments



Creating an attractive environment for local and international investors

Workflow progress

Oct '20



Design phase



Nov '21



Preparation phase for launch (in phases)



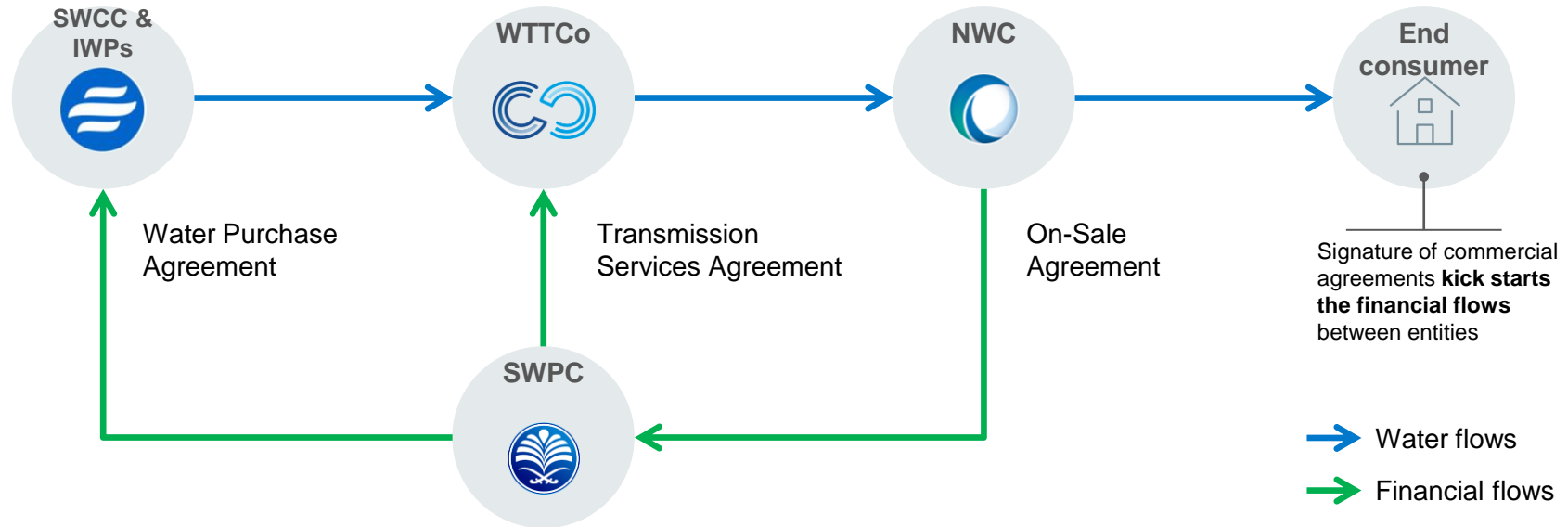
Mar '22



Signing of commercial agreements and WBA launch

The signature of commercial agreements between entities is a critical first step

Commercial agreements



Conclusion

The Water Sector is on its way to **financial sustainability**, in line with Vision 2030

Significant opportunities for increased **private sector participation** across value chain

- Increase in private sector water and wastewater projects
- Shift to concession model for NWC
- Treated Sewage Effluent (TSE)

Thank you!

Under the Patronage of **HRH Prince Faisal bin Bandar bin Abdulaziz**
Governor of Riyadh Region

وزارة البيئة والمياه والزراعة
Ministry of Environment Water & Agriculture



رؤية
2030
المتجددة
VISION
2030
SUSTAINABLE
VISION OF SAUDI ARABIA

منتدى المياه السعودي
saudi water forum **SWF 2022**
Water Sustainability.. A Responsibility for All

THANK YOU



ORGANIZING PARTNERS

الجمعية العامة لخدمة المياه المتكاملة
Saudi Water Commission (Sawac)

شركة المياه الوطنية
National Water Company

شركة السعودية للشبكات المياه
Saudi Water Networks Company

المؤسسة العامة للمياه
General Water Authority

شركة المياه الوطنية
National Water Company

EXECUTED BY

SIG EXCON
SPECIALIZED INVESTMENT GROUP
EXHIBITION CONVENTION ORGANIZATION

TECHNICAL ADVISOR

QWI
QUALITY WATER INSTITUTE

6-8 March 2022 • Hilton Riyadh Hotel & Residences