PUBLIC PRIVATE PARTNERSHIPS (PPP): MALAYSIAN STUDIES

Edited by
SUHAIZA ISMAIL

IIUM Press
First Edition. 2013
© IIUM Press, IIUM

All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted, in any form or by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of the publisher.

Perpustakaan Negara Malaysia

Cataloging-in-Publication Data

Suhaiza Ismail
Public private partnerships (PPP) : Malaysian studies /
Suhaiza Bt. Ismail.
Includes Index
1. Public-private sector cooperation--Malaysia.
2. Government-sponsored enterprises--Malaysia.
3. Public contracts. 4. Public works. I. Title
361.25


Member of Majlis Penerbitan Ilmiah Malaysia – MAPIM
(Malaysian Scholarly Publishing Council)

Printed in Malaysia by : IIUM PRINTING SDN. BHD.
No. 1, Jalan Industri Batu Caves 1/3
Taman Perindustrian Batu Caves
68100 Batu Caves
Selangor Darul Ehsan
# TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Chapter</th>
<th>Title</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>PRIVATE SECTOR INVOLVEMENT AND PUBLIC PRIVATE PARTNERSHIP (PPP) IN MALAYSIA</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td>Suhaiza Ismail</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Fadhilah Abdullah Asuaimi</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>IMPLEMENTATION OF THE MALAYSIAN PUBLIC PRIVATE PARTNERSHIP (PPP)</td>
<td>23</td>
</tr>
<tr>
<td></td>
<td>Khairuddin Abdul Rashid</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>PUBLIC PRIVATE PARTNERSHIPS (PPP) IN MALAYSIA AND NEW ZEALAND</td>
<td>45</td>
</tr>
<tr>
<td></td>
<td>Nurdyanawati Rusmaini</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>POSITIVE AND NEGATIVE FACTORS FOR THE SUCCESSFUL ADOPTION OF PUBLIC PRIVATE PARTNERSHIP (PPP): EVIDENCE FROM MALAYSIA</td>
<td>65</td>
</tr>
<tr>
<td></td>
<td>Suhaiza Ismail</td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>VALUE FOR MONEY (VFM) ASSESSMENT TOOL FOR PUBLIC PRIVATE PARTNERSHIP (PPP)</td>
<td>83</td>
</tr>
<tr>
<td></td>
<td>Roshana Takim</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Kharizam Ismail</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Abdul Hadi Nawawi</td>
<td></td>
</tr>
</tbody>
</table>
6. PERCEPTIONS OF FINANCIAL INSTITUTIONS TOWARDS FINANCING PUBLIC PRIVATE PARTNERSHIP (PPP) PROJECTS IN MALAYSIA
   Fadhilah Abdullah Asuhaimi
   Suhaiza Ismail

7. PUBLIC PRIVATE PARTNERSHIPS (PPP) IN LOCAL GOVERNMENT
   Kuppusamy Singaravelloo

8. PUBLIC PRIVATE PARTNERSHIPS (PPP) IN THE HOUSING SECTOR: RECOMMENDED CONTRACTUAL PROVISIONS
   Abdul Rashid Abdul Aziz

9. PARTNERSHIPS IN THE HEALTHCARE SECTOR IN MALAYSIA: AN EXPLORATORY STUDY
   Suhaiza Ismail
   Noorhazilah Abd Manaf

LIST OF CONTRIBUTORS

INDEX
Chapter Four

POSITIVE AND NEGATIVE FACTORS FOR THE SUCCESSFUL ADOPTION OF PUBLIC PRIVATE PARTNERSHIP (PPP): EVIDENCE FROM MALAYSIA

Suhaiza Ismail

Abstract

This study aims to investigate the factors that attract and hinder the successful adoption of PPP in Malaysia. A questionnaire survey was used to elicit the perceptions of the public and private sectors concerning the positive and negative factors of PPP adoption in Malaysia. The 179 usable responses obtained were analysed using SPSS to rank the importance of the factors. The results show that the top five positive factors for adopting PPP in Malaysia are 'facilitate creative and innovative approaches,' 'solve the problem of public sector budget constraints,' 'provide an integrated solution,' 'benefit to local economic development' and 'accelerate project development.' While the top factors for factors hindering the use of PPP the top factors include 'lengthy delays in negotiation,' 'lack of government guidelines and procedures on PPP,' 'higher charge to the direct users,' 'lengthy delays because of political debate, and 'a great deal of management time spent in contract transaction.'

Keywords: Public Private Partnerships, positive factors, Malaysia