

III. ACCELERATION OF INFRASTRUCTURE DEVELOPMENT

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
A. Improvement in laws and regulations	Acceleration of completion of new laws and regulations in infrastructure sector	a. Reform regulatory and legal framework in land, sea, and air transportation to reflect decentralization and eliminate the SOE monopoly by separating the regulator and operator function	1) Draft Law on Shipping replacing Law No. 21/1992 on Shipping	Deliberation with the Parliament	Acceleration on the provision of shipping and sea transportation infrastructure to increase : a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation
			2) Draft Law on Road Traffic and Transportation replacing Law No. 14/1992 Road Transportation	Deliberation with the Parliament	Acceleration on the provision of road, river, lake, and ferry transportation infrastructure to increase : a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
			3) Draft Law on Aviation replacing Law No. 15/1992 on Aviation	Deliberation with the Parliament	Acceleration on the provision of aviation/air transportation infrastructure to increase : a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation
		b. Formulate implementing Government Regulations on transportation laws	1) Implementing Government Regulations (GR) for Law No. 23/2007 on Railways: a) GR on Railway Infrastructure b) GR on Railway Facilities c) GR on Railway Traffic and Transportation d) GR on Railway Supervision and Conduct	December 2007	Acceleration of railway infrastructure development to increase: a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation

2) Draft implementing GR ...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
			2) Draft implementing GR for Law on Shipping : Ports, Sea Transportation, Shipping, Seamanship, Navigation, Accident Investigation, and Sea Patrols	Immediately upon the enactment of the Law on Shipping	Acceleration on the provision of shipping and sea transportation infrastructure to increase : a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation

3) Draft implementing GR...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
			3) Draft implementing GR for Law on Road Traffic and Transportation: Vehicles and Drivers, Road Transportation, Supervision and Investigation, Infrastructure and Traffic	Immediately upon the enactment of the Law on Road Traffic and Transportation	Acceleration of infrastructure development in land, river, lake, and ferry transportation to increase: a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation
			4) Draft implementing GR for Law on Aviation: Airports, Air Transportation, Navigation, and Aircraft	Immediately upon the enactment of the Law on Aviation	Acceleration of infrastructure development in aviation/air transportation to increase: a. Provision of services, including : quality of services, security and safety; b. participation from public, regional governments, and private sector	Minister of Transportation

c. Formulate laws

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
		c. Formulate laws and regulation in energy sector	1) Draft Law on Electricity	Deliberation with the Parliament	Acceleration of infrastructure development in electricity sector through the increased participation from the public, regional governments, and private sector.	Minister of Energy and Mineral Resources
	2) Implementing GR for the Law on Electricity		Immediately upon the enactment of the Law on Electricity			
	3) Draft Law on Energy		Deliberation with the Parliament	Utilization of alternative energy resources to increase the efficiency of non-renewable energy use	Minister of Energy and Mineral Resources	
	4) Implementing GR for the Law on Energy		Immediately upon the enactment of the Law on Energy			

d. Formulate...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
		d. Formulate implementing GR for the Law No. 32/2002 on Broadcasting	1) Revision of GR No. 28/2005	August 2007	Increase in non-tax state revenue in the communication sector	Minister of Communications and Information
			2) Ministerial Regulation on the Basic Technical Plan for Broadcasting (RDTP)	August 2007	Definition and specifications for broadcasting equipment	Minister of Communications and Information
		e. Formulate implementing GR for Law No. 7/2004 on Water Resources	Government Regulation on Dams and Reservoirs	December 2007	Guidelines for the Management of Dams and Reservoirs	Minister of Public Works
B. Institutional Strengthening	1. Capacity building for contracting agencies in preparing public-private partnership (PPP) projects in accordance with Presidential Regulation No. 67/2005	Establish Project Development Facility (PDF) for PPP projects	Policy Paper on Project Development Facility (PDF)	December 2007	Increase in PPP project quality	State Minister for Development Planning/ Chairman of BAPPENAS

2. Allocation of ...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
	2. Allocation of responsibilities between the Central and Regional Governments in infrastructure development	Formulate draft GR that clarifies/regulates the authority and responsibilities of the Central and Regional Government in infrastructure provision	Revision of GR No. 25/2000 on the Authority of the Government and Provinces as Autonomous Regions	June 2007	Optimal infrastructure provision by the Central and Regional Governments, the public and the private sector	Minister of Home Affairs
	3. Regulation on Regional-Owned Enterprises (BUMD) to clarify the functions, status, and roles of BUMDs in infrastructure development	Formulate draft Law on BUMD (Regional Own Enterprises)	Draft Law on BUMD to be submitted to DPR	November 2007	Increased role of BUMDs in infrastructure development	Minister of Home Affairs
	4. Establishment of non-bank financial institutions for infrastructure financing	Formulate institutional framework for non-bank financial institutions to finance the acceleration of infrastructure development	a. Presidential Regulation on infrastructure financing	July 2007	Accelerated infrastructure development through the provision of the Indonesia Infrastructure Fund	Minister of Finance
b. Government Regulation on government participation for the establishment of the Indonesia Infrastructure Fund following GR No. 8/2006			August 2007			

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			c. Policy Paper / Framework on Guarantee Fund	August 2007	Increased public-private partnerships through the provision of a Guarantee Fund	Minister of Finance
			d. Minister of Finance Regulation on the establishment of the Guarantee Fund Institution	November 2007		
	5. Establishment of institutions for the acceleration of infrastructure development	a. Accelerate the establishment of coordinating forum for water resources management as mandated by Law No. 7/2004	Establishment of National and Regional Water Resource Boards	September 2007	Improvement in the quality of water resources and their management to support food security	Minister of Public Works
		b. Accelerate the readiness of railway infrastructure projects	Guideline on the institutional arrangement for the Mass Rapid Transportation (MRT) project in Jakarta	November 2007	Establish a capable institution to manage mass transportation in Jakarta, as a role model for the development of mass transport in other cities	Minister of Transportation

c. Establish public...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
		d. Establish public agency for low cost multi-storey rental housing (Rusunawa) financed by the Government	Regulations on public agency for Rusunawa	November 2007	Well developed and managed Rusunawa	State Minister for Housing
C. Improve the management of infrastructure development	1. Improvement in electricity access in rural areas	Undertake the technical assessment of the provision of rural electricity	Technical assessment on the provision of rural electricity	December 2007	Increased electrification coverage in rural areas through the participation of Regional Governments and the public	Minister of Energy and Mineral Resources
	2. Review of the public service obligation (PSO) policy	Evaluate existing PSO policy and develop a new policy framework for PSO in infrastructure sector	Road Map for PSO in infrastructure in Indonesia	December 2007	Effective and efficient PSO to attain better public services	State Minister for Development Planning /Chairman of BAPPENAS
	3. Acceleration of land acquisition processes for the public interest	Develop the policy framework and operational guidelines on land acquisition to facilitate the development of infrastructure projects requiring land and right of ways	Chairman of National Land Agency (BPN) Decree on the implementation guideline for land acquisition, as mandated by Presidential Regulation No.36/2005 and Presidential Regulation No. 65/2006	June 2007	Rapid land acquisition process for infrastructure development	Chairman of BPN

4. Provision of...

POLICY	PROGRAM	ACTION	OUTPUT	COMPLETION TARGET	OBJECTIVE	RESPONSIBILITY
	4. Provision of the operational guidelines manual for PPP projects, in accordance with Presidential Regulation No. 67/2005	Develop Operation Guideline Manual (OGM) for PPP in infrastructure projects	a. Minister of Public Work Decree on the Operation Guideline Manual (OGM) for PPP infrastructure provision	November 2007	Accelerated provision of PPP infrastructure projects	Minister of Public Works
			b. Minister of Transportation Decree on the Operation Guideline Manual (OGM) for PPP in transportation infrastructure provision	November 2007	Accelerated provision of PPP infrastructure projects	Minister of Transportation
	5. Acceleration of housing provision	a. Accelerate the operation and development of Secondary Mortgage Facility (SMF)	a. Provision of fiscal facilities for securitization under the new tax law	Immediately upon the enactment of new income tax law	Operation of secondary mortgage market in housing sector to remove bottlenecks and reduce costs for consumers	Minister of Finance

b. Government Regulation...

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			b. Government Regulation on the Registration of Security Rights (Hak Tanggungan)/ Mortgage for the development of SMF	August 2007		Chairman of BPN
		b. Revitalize the institutions for public housing management	Assessment on the role of Perum Perumnas in the provision of public housing	November 2007	Improvement in the performance of Perum Perumnas in the provision of public housing	State Minister for State-Owned Enterprise
		c. Conduct analysis on the simplification of public housing development permits	Assessment of the simplification of public housing development permits	November 2007	Rapid public housing development	State Minister for Housing
	6. Improvement in the infrastructure maintenance and transportation safety	a. Improve road maintenance management including vehicle overloading and weight measurements	a. Assessment on the fiscal impact for the implementation of Road Fund	September 2007	Improvement in road quality throughout Indonesia	Minister of Finance

b. Integrated Road...

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			b. Integrated road maintenance program, (including source of financing)	December 2007		Minister of Public Work
		b. Promote the establishment of National Transport Safety Board	Policy Paper on the National Transport Safety Board	December 2007	Improvement in the quality of service and safety in road transportation sector	Minister of Transportation
		c. Design and establish Road Safety Management Program	a. Road Transport Safety Management Program	November 2007	Improvement in the quality of human resources for transportation safety	Minister of Transportation
			b. Government Regulation on Road Transport Safety Management	November 2007	To reduce transportation accidents	Minister of Transportation
	7. Sector Blueprint/ Masterplan	a. Update sector blueprint	Revision of the Railways Blueprint	July 2007	Improvement in the service quality and safety of railways transportation	Minister of Transportation
		b. Develop digital broadcasting frequency master plan	Digital Broadcasting Frequency Master plan	December 2007	Integrated digital broadcasting system	Minister of Communications and Information

c. Revise Telecommunication ...

POLICY	PROGRAM	ACTIONS	OUTPUT	COMPLETION TARGET	OBJECTIVES	RESPONSIBILITY
		c. Revise the telecommunications and the information and communications technology (ICT) blueprint	Revision of the Telecommunications and ICT Blueprint	December 2007	Long term plan for the development of the telecommunications infrastructure	Minister of Communications and Information