

[Public Utilities \(OP-708\)](#), GN-1869-3, August 1996

Objectives include: To Ensure Long-term Sustainability of the Services. ...and consumers must be satisfied or the political sustainability of the services may be in jeopardy.

Basic conditions include: Adoption of Governance Modes. The modes of governance adopted will determine to a significant degree the efficiency incentives faced by the management of the *service provider*. Efficiency at the enterprise level is enhanced when corporate decisions are taken on a purely commercial basis within the limits of an adequate regulatory framework. Generally speaking, the most effective means of achieving this goal is through private sector participation. Such participation need not entail outright *asset sales*, but may take a variety of lesser forms including, among others: *lease contracts* and *concessions*; and *Built Operate and Own (BOO)* or *Built Operate and Transfer (BOT)* type contracts