هيئة المحتوى المحلي والمشتريات الحكومية Local Content & Government Procurement Authority





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(Success Stories in the Water Sector)



## **Local Content**

Definition & Elements

## **Approved Definition of Local Content**

#### What is Local Content?

Local content is the total spending in the Kingdom of Saudi Arabia on Saudi components within labor, goods, services, assets, and technology. In other words, it is the value added to the GDP as a result of spending on national elements i.e. human resources, products, services and technology.

#### **Goods and Services**

Local components used in producing goods and services.

Calculated from the value of the local components used.

#### **Asset Depreciation**

Sources and components of goods used to develop production chains.

Calculated from the value of expenditures on assets.

#### Compensation

The workforce involved in producing goods or offering services.

Calculated from total salaries of the Saudi workforce and part of the salaries of the non-Saudi workforce.

#### **Capacity Building**

R&D and training for Saudi labor.

Calculated from the value of expenditures on R&D and employee training.

## Local Content and Government Procurement Authority (LCGPA)

LCGPA Overview

## LCGPA Vision, Mission and Values

#### Vision

Nurturing local potential and capitalizing the national purchasing power for a strong and sustainable economy.

#### Mission

Developing and monitoring knowledge-based policies and tools, enhance awareness and participation in the development of local content among all targeted segments.



# LCGPA is one of the active government agencies in achieving Saudi Vision 2030 goals

#### The most prominent goals are:

#### **Promoting Local Content**

LCGPA contributes to promoting local content through:

- Development of local companies by directing government demand to their products and services.
- Empowering human resources.

#### Stimulating Local Investment

LCGPA seeks to create an attractive environment for investments in the Kingdom by:

- Identifying government demand and localization opportunities.
- Localization of industry and knowledge transfer.

## Contribution to Achieving Saudi Vision 2030

LCGPA contributes to two pillars of Saudi Vision 2030:

- Thriving Economy
- Ambitious Nation



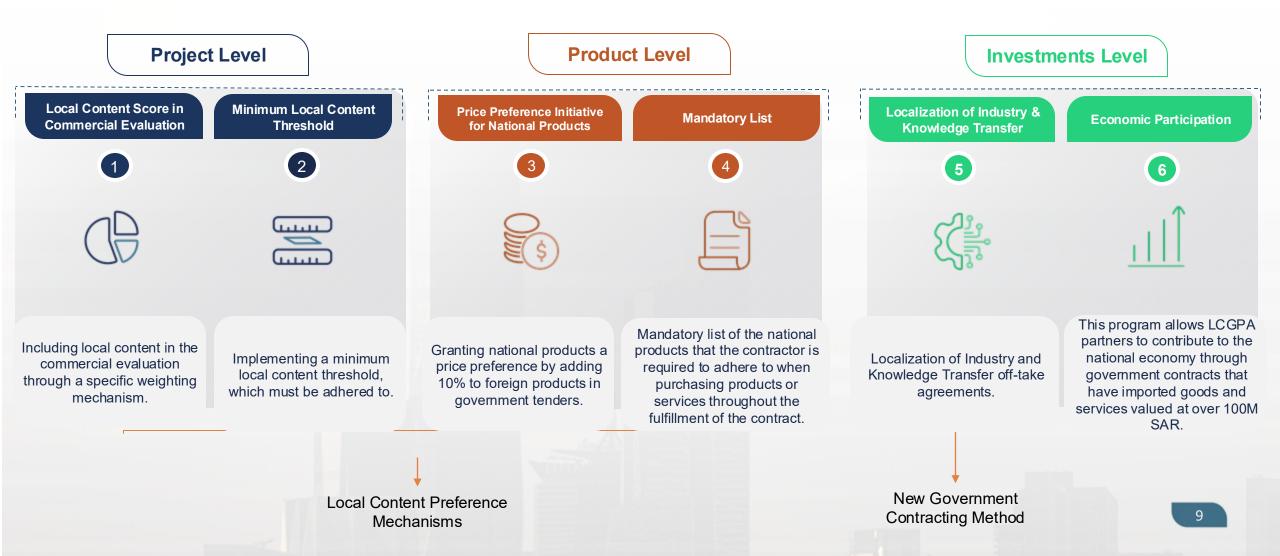
## Local Content Mechanisms

In Government Procurement

## LCGPA Local Content Mechanisms

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#### in Government Procurement



### Localization of Industry and Knowledge Transfer (Success Stories in the Water Sector)

Offtake Agreement

## **Localization of Industry and Knowledge Transfer**

Success Stories in The Water Sector



## Thank you..

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