

Terms of Reference for Local Consultant for Knowledge Sharing Program (KSP) between the Republic of Korea and the Dominican Republic

1. BACKGROUND

The Knowledge Sharing Program (KSP) is a demand-driven and policy-oriented consultation program, designed to share Korea's socio-economic development experience with partner countries by integrating research, consultation and capacity building in consideration of the needs, demands and circumstances of its partner countries.

2. PURPOSE

The purposes of this Terms of Reference are: 1) to clarify and stipulate the responsibilities of local consultants so that their expertise can contribute in achieving the expected objectives of KSP; and 2) to confirm that adequate and necessary data and information will be provided so that research and consultation can be carried out efficiently.

3. QUALIFICATIONS

- 3.1. Expertise in relevant policy areas
- 3.2. Practical working experience in relevant policy areas either in government and/or in the private sector
- 3.3. Proficiency in written and spoken English and good communication skills

4. RESPONSIBILITIES

- 4.1. **NAME** (hereinafter referred to as Local Consultant), **Position & Organization**, must take part in the production of a research report and make a presentation on the issues stated in the annex of the research plan.
- 4.2. The Local Consultant is required to participate in working group meetings (Launching video seminar in **November, 2020** and **Policy seminar in January or February, 2021**) with Korean experts to coordinate and discuss research and consultation materials.

- 4.3. The Local Consultant must participate in the Interim Reporting & Policy Practitioners' Workshop (to be held in **Korea in March or April, 2021**) and Senior Policy Dialogue & Final Reporting Workshop (to be held in **Dominican Republic in May or June, 2021**). He/She is also required to make presentations on research topics or provide comments at these workshops.
- 4.4. The Local Consultant must submit **his/her** interim report by February **5th, 2021** and his/her final report by April **25th, 2021**. The Local Consultant may revise the final report to fulfill his or her assignment written in the Annex upon the request of the Korean expert.
- 4.5. The date of submission above can be adjusted by mutual consent between TGN (Dr. Seong Bong Lee) and the Local Consultant.
- 4.6. Any other responsibilities not stated above should be decided through close consultation between Dr. Seong Bong Lee, **Korean Expert** and the Local Consultant.

5. REMUNERATION

- 5.1. Remuneration will be given to the Local Consultant participating in **2020/21** KSP for Dominican Republic, and the amount of remuneration will be determined based upon the degree of **his/her** contributions to the production of research reports within the agreed-upon budget between the MOEF (sponsoring organization of KSP) and Tantan Global Network (implementing organization of KSP).
- 5.2. Tantan Global Network (TGN) will pay the total amount of 3,000 USD to the Local Consultant. The amount of 1,500 USD shall be paid within **30 days following the signing of the contract** and the remaining 1,500 USD will be paid **within 30 days following the receipt of final report and upon certification by the Korean counterpart that the overall service has been completed.**
- 5.3. Should the Local Consultant **not complete his/her agreed activities, he/she will have to immediately pay back the advanced paid 1,500 USD to TGN.**

However, TGN can only **pay a portion of remuneration depending on the contribution of the local consultant** which will be determined by the Korean expert.

6. Reimbursable Expenses

6.1. Should the Local Consultant incur additional costs to participate in official KSP activities ¹, TGN could reimburse his or her travel expenses (transportation, accommodation, and meals) **to different city or different country** upon mutual agreement between TGN (Dr. Seong Bong Lee) and the Local Consultant. Reimbursable travel expenses shall be limited to **reasonable, allowable and necessary costs** to undertake the services defined in this terms of reference and should be **commensurate with the KSP regulation**.

The present TOR will come into effect from the date of its signing and will continue until the final report is completed and confirmed by the Korean counterpart.

I have read and understood the terms of reference of my contract, and I hereby agree to abide by them.

For
(NAME of Local Consultant)

For
Tantan Global Network

(NAME of Local Consultant)
(Position, Organization)

Dr. Hoyeol LIM, President,
Tantan Global Network

Date

Date

¹ Official activities are limited to Launching Seminar and High-level Meeting, KSP Policy Seminar & In-depth Study, Interim Reporting and Policy Practitioner's Workshop, Final Reporting Workshop and Senior Policy Dialogue. Additional activities other than this official program shall not be subject to this article.

ANNEX: Assignment for Local Consultant

I. Research Topic	Evaluation of Foreign Direct Investment Attraction System in Free Zones and Establishment of Improvement Measures	
II. Principal Researcher	Dr. Seong Bong Lee	
III. The Dominican Republic Researchers	NAME of Local Consultant	
IV. Research Outline and Team		
Table of contents	Experts of Main Responsibility	Remarks 1)
1. FDI, Free Zones, and Economic Development	Seong Bong Lee	NAME of Local Consultant
1.1 Definition of FDI and Free Zone	Seong Bong Lee	
1.2 FDI and Free Zone for economic development	NAME of Local Consultant	
2. Free Zone FDI Attraction System in Korea	Seong Bong Lee	
2.1 Free Zone and FDI Policy in general	"	
2.2 Free Zone FDI attraction mechanism	"	
2.3 Free Zone FDI incentive system	"	
2.4 Assessment of Korean experiences	"	
3. Free Zone FDI Attraction System in the Dominican Republic	NAME of Local Consultant	
3.1 Free Zone and FDI Policy in general in the DR	"	
3.2 Free Zone FDI attraction mechanism in the DR	"	
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3.4 Obstacles and future tasks	"	
4. Implications and Applicability of Korean Experiences	Seong Bong Lee	NAME of Local Consultant
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between the DR and Korea		
4.2 Applicability of Korean experiences in the DR	NAME of Local Consultant "	"
4.3 Implications of Korean experiences and general policy suggestions in the DR	Seong Bong Lee	"
5.Policy Actions for Improvement of FDI Attraction System in Free Zones in the Dominican Republic	Seong Bong Lee	NAME of Local Consultant
5.1 Policy actions for successful improvement of Free Zone FDI attraction mechanism in the DR	Seong Bong Lee	"
5.2 Policy actions for successful improvement of Free Zone FDI attraction incentive in the DR	NAME of Local Consultant	"

Note 1) LC would provide necessary data and research, if requested

Main Contents

1. FDI, Free Zones, and Economic Development

This part explains the definitions of foreign direct investment and free zones, and their relationship with the economic development of the country. While FDI definition is well established, the definition of free zones can be different according to the objectives and economic benefits of free zones.

FDI is a good source of economic development for developing country. Both Korea and the Dominican Republic have tried to attract FDI for economic development. There are many instruments to attract FDI into the host country, and Free Zones are useful tool to attract FDI. In this context, this part also tries to introduce the role of FDI and Free Zones to economic development of Korea and the Dominican Republic.

2. Free Zone FDI Attraction System in Korea

2.1 Free Zone and FDI Policy in general

This part shows the overview of Korean FDI policy in general, and the position of free zone policy in terms of FDI policy in Korea.

2.2 Free Zone FDI attraction mechanism

Korea developed a well-organized FDI attraction mechanism in Free Zone Areas. Korea has a number of different Free Zones with different objectives. But all types of Free Zones have one commonality to attract FDI into the zones.

The FDI mechanism means here all organizational and institutional approaches for attracting FDI into the

Free Zones, except the investment incentives. Important mechanism includes the FDI promotion agency for free zones and all kinds of governmental efforts to provide favorable business and living environment for foreign investors.

2.3 Free Zone FDI incentive system

Korean government provides wide range of incentives for attracting FDI into the Free Zones, including tax incentive, cash grants, other financial supports. This part explains the Free Zone FDI incentive system in Korea.

2.4 Assessment of Korean experiences

The strength and weakness of Korean experiences in Free Zone FDI attraction system will be shown in this part.

3. Free Zone FDI Attraction System in the Dominican Republic

3.1 Free Zone and FDI Policy in general

This part shows the overview of Dominican FDI policy in general, and the position of free zone policy in terms of FDI policy in the Dominican Republic.

3.2 Free Zone FDI attraction mechanism

The FDI mechanism means here all organizational and institutional approaches for attracting FDI into the Free Zones in the Dominican Republic, except the investment incentives. Important mechanism includes the FDI promotion agency for Free Zones and all kinds of governmental efforts to provide favorable business and living environment for foreign investors in the Dominican Republic.

3.3 Free Zone FDI incentive system

This part shows what kinds of incentives that Dominican government provides to foreign investors to attract FDI into the Free Zones, and explain the effects of the incentives in attracting FDI.

3.4 Obstacles and future tasks

This part deals with the main obstacles and future tasks to attract FDI into Free Zones in the Dominican Republic.

4. Implications and Applicability of Korean Experience

4.1 Comparison of Free Zone FDI Attraction System between the DR and Korea

Free Zone FDI Attraction System between the DR and Korea will be compared in this part. The Free Zone FDI attraction mechanism and incentives in both countries will be compared and evaluated.

4.2 Applicability of Korean experiences in Indonesia

This part whether shows Korean experience can be applied to the Dominican Republic in Free Zone FDI Attraction system improvement.

4.3 Implications of Korean experiences and general policy suggestions

Development and implementation experiences of Free Zone FDI attraction system in Korea can give some lessons to Dominica government.

5. Policy Actions for Improvement of FDI Attraction System in Free Zones in the Dominican Republic

5.1 Policy actions for successful improvement of Free Zone FDI attraction mechanism in the DR

This part suggests policy actions for successful improvement of Free Zone FDI attraction mechanism in the DR.

5.2 Policy actions for successful improvement of Free Zone FDI attraction incentive in the DR

This part suggests policy actions for successful improvement of Free Zone FDI attraction incentive in the DR.