Performance-Based Infrastructure on the West Coast

PNWER Annual Summit
Portland, Oregon
What Is WCX?

- 501(c)(3) non-profit
- Formed by Oregon, Washington, & California
- Advised by British Columbia
- A publicly-funded resource to public agencies exploring Performance-Based Infrastructure (PBI) options
What Is PBI?

An infrastructure delivery method that...

- Consolidates responsibility for the key aspects of a project’s full lifecycle into a single, performance-based contract with a private partner
  - Design
  - Construction
  - Long-term Maintenance

- Can include, but does not require, elements of private sector financing and operational responsibility
## Private and Public Roles: Traditional Procurement

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<thead>
<tr>
<th>Manage Project</th>
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### Public Sector vs. Private Sector
Private and Public Roles: PBI Procurement

- Manage Project
  - Design (D)
  - Build (B)
  - Operate (O)
  - Maintain (M)
- Finance Project (F)
- Own Project
- Own Land

Public Sector  Private Sector
PBI Key Concepts

- Public ownership / control

- Emphasis on full life cycle costs

- Pay-for-performance model with guarantees

- Asset management / long-term capital maintenance as contractual deliverable
PBI Key Concepts

➢ Focus on outcomes

➢ Risk allocation / transfer

➢ For the right projects, better value for the public