

# Public Private Partnerships

Virginia is a Leader

The Dulles Area Transportation  
Association

October 14, 2009

# Public Private Partnerships

IT IS NOT PRIVATIZATION !

It is a collaborative effort and a “joint venture” between the public and the private sectors

# Public Private Partnerships

- Combines Private Sector strengths
  - Management efficiency
  - Newer Technologies
  - Workplace efficiencies
  - Cash flow management
  - Personnel development
  - Shared resources (money?)

with

# Public Private Partnerships

- Public Sector Strengths
  - Legal Authority
  - Protection of Procurement Policies
  - Broad perspective to balance competing goals to meet public needs
  - Personnel—dedicated but constrained
  - Capital resources & underutilized assets

# Partnerships at Work

- Water/Wastewater
- Financial Management
- Urban Development
- Public Safety
- Social Programs
- Education
- TRANSPORTATION

# History

- 1988 Virginia
  - Dulles Greenway
  - Single project
  - Regulated utility model
- 1988 California
  - AB 680
  - 4 projects authorized (2 actually move forward)
  - Franchise model
  - No federal or state funding

# History

- Arizona--both models, no projects moved forward
- Washington State--6 demo projects
  - Like California
  - Legislature change stopped projects
- Minnesota—included provision for local veto

# Virginia PPTA of 1995

- Legislation authorized
  - Solicited and unsolicited proposals
  - All modes of transportation
  - Operations, maintenance and capital projects
  - Locals included but no veto power

# Virginia Projects

- Asset Management Maintenance on Interstate
- Pocahontas Parkway
  - 63-20 corporation
- Route 288
- Route 28
- Dulles Rail Extension
- Jamestown 2007 Improvements
- Capital Beltway (I-495) HOT lanes

# Other Projects (It's not just toll roads)

- Union Station in Washington DC
- JFK International Air Terminal
- US Navy Public Works Center
- Florida Turnpike Enterprise Interchanges
- Port of Galveston Cruise Terminal
- Grand Central Terminal in NYC
- Las Vegas Monorail
- Hudson-Bergen Light Rail

# New Tools for Surface Infrastructure

- Reauthorization Bill-SAFETEA-LU provided new tools for PPP's
  - Private activity bonds for highways (\$15 billion)
  - Enhanced authority to use tolling for financing
  - Increased flexibility in using design build
  - Streamlined environmental processes
  - Improved innovative finance programs (SIB's and TIFIA)
- SEP 15

# New Models

- Chicago Skyway \*
- Indiana Toll Road\*
- Greenway Sale
- Dulles Rail Project (and Toll Road)
- Availability Payments (Florida projects)

# New States

- Arizona
- California
- Alabama
- Massachusetts
- New York
- North Carolina
- Pennsylvania?

[Add Home Rule Cities (6,000+)]

# Threats

- Reauthorization—Office of Public Benefit or Tolling Czar
- Concern re Transparency
- Big Up-front payments
- Public Concerns/misunderstandings
- Foreigners

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