



Association for the Improvement  
of American Infrastructure

**THE P3 PEOPLE**

# P3 CASE STUDY

## Bayonne Municipal Utilities Authority, Bayonne, New Jersey

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### Objective:

- Provide safe drinking water to its residents
- Comply with drinking water standards
- Reduce debt due to maintenance of aqueducts

### Solution:

- The joint venture made an initial payment of \$150 million to the city
- Eliminated the \$130 million debt the city had
- Estimated to save the city around \$35 million over the 40-year contract

### Issues Solved:

- Relieved the financial stress of maintaining the aqueducts, while also relieving the city of its debt which would have led to bad credit

### Partnerships:

- KKR and United Water (Suez) pledged to pay an additional \$157 million for the length of the contract, with \$2.5 million of that specifically going towards maintenance