



Association for the Improvement  
of American Infrastructure

## The Intrinsic Value of P3s

P3 legislation allows government to accelerate project completion by consolidating design (architectural and engineering) into the same team as the builder and the financial backer.

P3 legislation solves the government's long-term maintenance obligation by imposing responsibility for same to the very team that designs and builds the infrastructure.

P3 legislation allows the bidding team to propose innovative technical solutions to designing and building public infrastructure that is not possible with inflexible bidding requirements of the state public bidding laws.

P3 legislation enables government, in several states, to bundle smaller projects that, on their own might not raise to the level to achieve capital funding, into one larger project project that can gain the political and public interest. and integrated projects using P3 (DBFOM) procurement.

P3 legislation stabilizes the planning horizon for municipalities supported by the state, as well as state agencies which draw upon Federal support.

P3 legislation anticipates future changes in administrations, without shifts in the state's responses to the public needs for infrastructure, essentially institutionalizing the framework through which life cycle procurement can take place for assets designed to operate for decades.

P3 procurements provide for on-time and budget certain delivery, as well as operations and maintenance of public infrastructure assets, thus stabilizing the state's budgetary process which supports those assets intended to be in service for several decades.

P3 project delivery frees the legislature to address the myriad priority needs which are less predictable and therefore draw funding and financing options with a degree of urgency, when needed, such as rainy day funds for emergency response or relief in the event of natural disasters.

P3 programs facilitate across the aisle participation and engagement, as the public needs for infrastructure are not drawn by political boundaries, but rather are sympathetic to public stewards who enable greater economic development that results from responsible investment and partnerships to restore, rebuild and build new public infrastructure assets.

P3 programs facilitate local, regional and state-wide economic development through the creation of long-term and sustainable jobs, both direct and indirect, as well as induced labor.

P3 projects create new job creation opportunities. This applies to state employees who can continue in current roles, as well as new opportunities created as a result of significant private investment in the region.

P3 procurement programs provide flexibility for policy makers that enables government agencies to address their priorities, including the applicable and most appropriate transfer of risks and responsibilities, during the life-cycle phases of the infrastructure asset, including designing, building, financing, operating when appropriate and maintaining, when best suited.