



Oregon Department of Transportation



Oregon Innovative Partnerships Program: A Two-Stage, Triple Procurement

Presented to

ARTBA

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February 2006: ODOT Executes Pre-Development Agreements with Oregon Transportation Improvement Group, a Macquarie led Consortium, for Three Major Greenfield Projects:

- **Newberg-Dundee Improvement Project** - Bypass of congested State Highway in Yamhill Co.
- **South I-205 Corridor Improvements** - Tolled express lanes in SE Portland
- **The Sunrise Project** - New limited-access 4-lane facility in Clackamas Co.

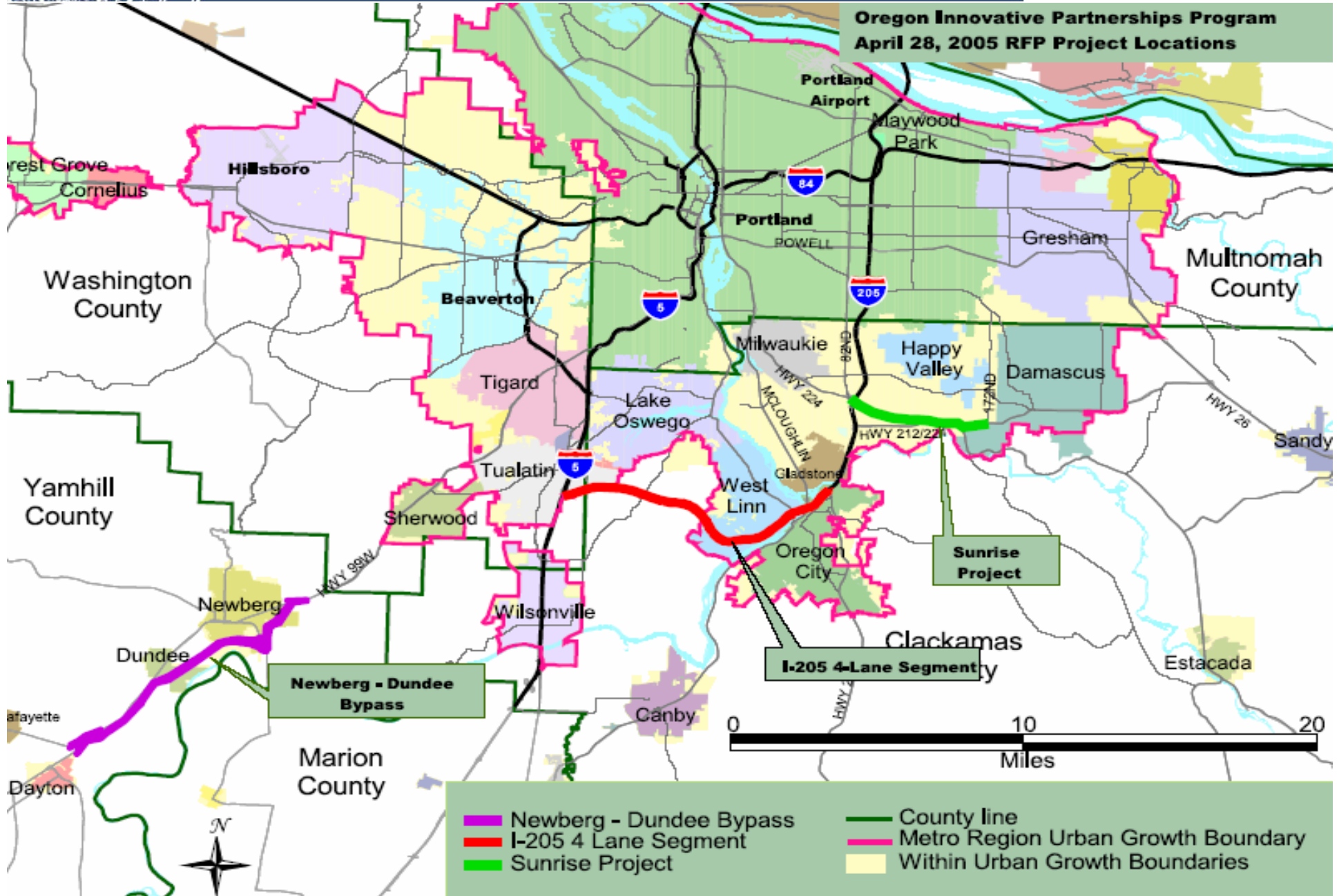
→ Projects exempted from most state procurement requirements
→ SEP 15 approval and EDA with FHWA



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**Oregon Innovative Partnerships Program
April 28, 2005 RFP Project Locations**



- Newberg - Dundee Bypass
- I-205 4 Lane Segment
- Sunrise Project
- County line
- Metro Region Urban Growth Boundary
- Within Urban Growth Boundaries



Elements of OTIG Pre-Development Agreements

- Two Phase Procurement Process: PDA followed by Implementation Agreement for construction and concession, including price negotiations
- Private Procurement of Design Build Contractor
- Partial Reimbursement of PDA Costs: Payment only if scheduled “off ramps” taken
- Cooperative Project Development Working Group
- Enhancements and Modifications: PDAs allow project extensions beyond project descriptions
- PDA executed prior to final NEPA approval



PDA Development Milestones

- **Milestone 0 – Scoping Study.** Assesses project viability of conceptual engineering, traffic and revenue projections and public acceptance
- **Milestone 1 - Commercial and Financial Feasibility Assessment.** Establishes project commercial and financial feasibility.
- **Milestone 2 – Implementation Plan and D/B Procurement Approach.** Development of Implementation Agreement and procurement approach for the Design-Build contractor and project financing elements
- **Milestone 3 – Financial Close.** Negotiation of Implementation Agreement, procurement of Design-Build and Operations procurement and implementing Financing Plan

At end of each milestone, the parties assess benefits of moving forward versus termination of partnership.



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*Website for Oregon Innovative
Partnerships Program*

www.oregon.gov/ODOT/HWY/OIPP/innovative.shtml

