Detroit River International Crossing Study Public Forum

Introduction of Project to the Private Sector

Welcome



<u>Introduction</u>

 Kirk T. Steudle, P.E., Director, Michigan Department of Transportation (By video)

Program Outline

- Introduction: Kirk Steudle, MDOT Director
- Project Overview: M. Alghurabi, DRIC Project Manager
- Project Status: D. Wresinski, Administrator/Project Planning
- Project Components: J. Corradino & B. Campbell/Consultants
- Project Cost/Funding: M. Frierson, Finance Director
- Governance: S. Mortel, Planning Director
- Comments/Questions: Team

Why a New Crossing at Windsor-Detroit?

- Busiest commercial land border in North America. Each year at Detroit-Windsor:
 ✓ More than 3.5 million trucks and 12 million cars cross both ways.
 - ✓ More than \$122 billion in trade (28% total Canada-U.S. trade) flows through.

Project Status

- 2000 Border Transportation Partnership formed
- 2004 Partnership found additional border capacity need
- 2005 EIS
- 2008 FHWA/MDOT completed EIS
- 2009 Project approved by U.S. DOT/FHWA
- 2009 Canadian approval is expected (Summer)

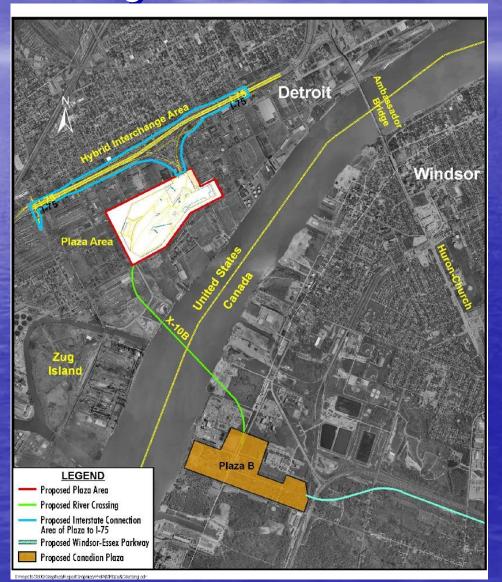
Goal of the DRIC Project

To provide additional capacity to accommodate expected increases in international trade between the United States and Canada, the two largest trading partners in North America.

Objectives of Project

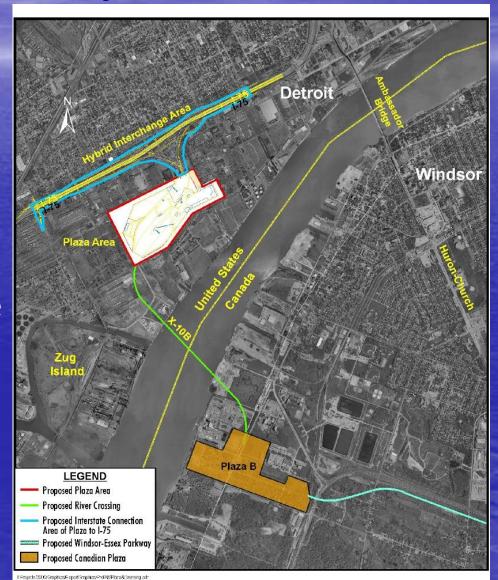
- Provide increased inspection and traffic capacity to meet expected increases in long-term demand;
- Improve system connectivity between the U.S. Interstate highway system and the Canadian freeway network;
- Improve operations and processing capability at the region's border crossings; and,
- Provide a redundant corridor to minimize delays/breakdowns that are caused by incidents, maintenance activities, traffic congestion, or other disruptions.

Project Location



Project Components

- Plazas
- Bridge
- U.S. Interchange
- Canadian AccessRoad



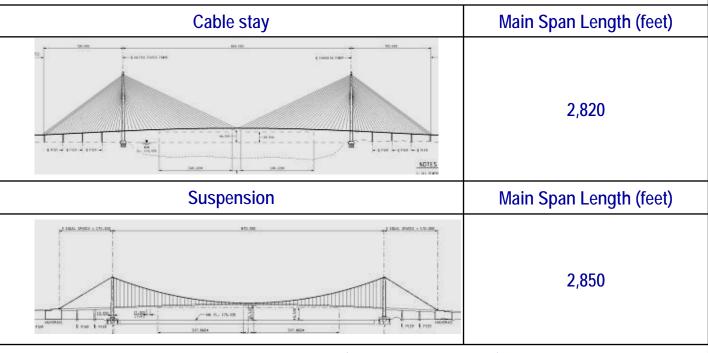


Traffic



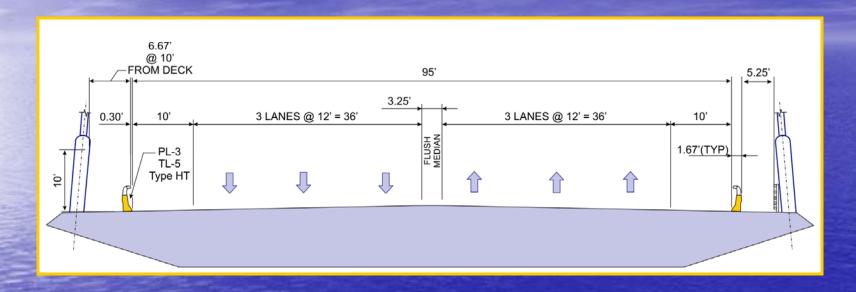
Bridge Characteristics/Types

Bridge Type Study — Final Bridge Options ^a Detroit River International Crossing Study



^a See the Engineering Report, Appendix B: Bridge Plans (Parsons, November 2008) Source: Parsons Transportation Group

Bridge Characteristics



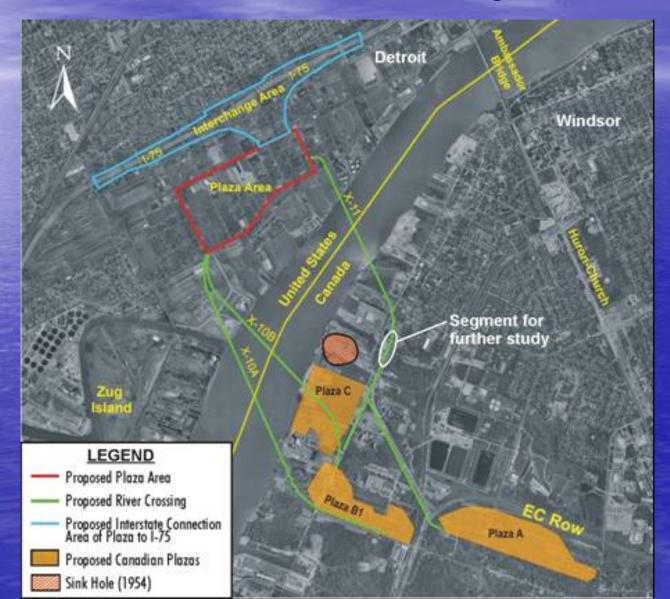
- 6 lanes (3 lanes/shoulders in each direction)
- No piers in river
- Navigation Envelope 135' shore-to-shore
 153' @ center



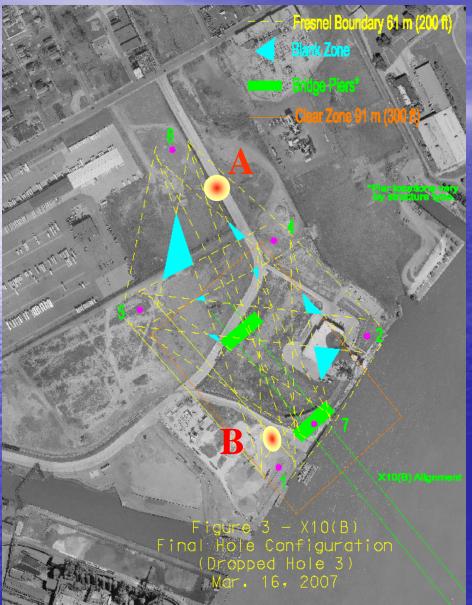
Suspension Bridge



Constructability



Apparent Anomaly Locations



Source: NTH Consultants, Ltd.

Anomaly "A":

- Size: About 20 to 25 feet high, about 125 ft diameter.
- Depth: Centered at about 1100 feet BGS.
- Shape: Round in Plan, "Morning Glory" in Profile.
- Probably fully or partially "bulked-up," or in-filled with silt, or re-crystallized.

Anomaly "B":

- Size: About 20 to 25 feet high, about 120 by 170 feet in diameter.
- Depth: Centered at about 1410 feet BGS.
- Shape: Elliptical in Plan, Hockey Puck in Profile.
- Most likely fully or partially "bulked up," or in-filled with silt, or re-crystallized.

Note: This summary is based on preliminary evaluations of cross-well panels and borehole gravity information, and may be modified based on ongoing analysis.

<u>U.S. Cost</u> (in Millions of 2008 dollars)

- Construction: \$800 \$864
- Design/Construction Engineering: \$160
- Inflation: \$172 \$173
- Property Acquisition/Remediation: \$417
- GSA Plaza cost: \$200
- Grand Total Cost: \$1,809 \$1,814

Financing

 The interchange will be paid for with 80 percent federal/20 percent state funds.

The plaza will be the responsibility of the U.S. General Services Administration.

 The bridge will be paid for like all other international bridges – by tolls.

Governance Issues

- Ownership
 - ✓ Bridge and underlying lands will be owned by the Government of Canada and the State of Michigan.
 - ✓ No foreign ownership.
 - ✓ No private sector ownership.

Governance Issues

- Procurement
 - Owners to engage in a Public Private Partnership (P3).
 - ✓ Long-term Concession (30 to 45 years).

Governance Issues

- Public Interest
 - ✓ Public interest will be protected through terms and conditions defined in P3 contract with private sector concessionaire.
 - ✓ Concessionaire will be evaluated during bid process on "Good Neighbor" policies.

Proposed U.S. Project Schedule

- Design begins in 2009.
- Property purchase begins in 2009.*
- Construction begins in 2010.*

*Subject to legislative approval and funding

First Step—RFP's For Design*.....

- Contract 1: Owner's Representative/General Engineering Consultant (GEC): (Bridge, Plaza, Interchange).
- Contract 2: Preliminary Design: Context Sensitive Solutions: (Bridge, Plaza, Interchange).
- Contract 3: Preliminary Design: Roadway (I-75 Interchange only).
- Contract 4: Preliminary Design: Bridge S37 (I-75 Interchange only).
- Contract 5: Preliminary Design: Bridge S38 (I-75 Interchange only).
- Contract 6: Preliminary Design: Bridge S39 (I-75 Interchange only).
- Contract 7: Preliminary Design: Utilities (Plaza only).

^{*}Detailed discussion is part of separate pre-proposal conference in May.

Other Key Steps

- Secure Canadian Approval of EA—2009.
- Secure the Presidential Permit in U.S.—2009.
- Secure PPP Legislation—2009/2010.
- Form the Private-Public Partnership—2010.*
- Secure Additional State/Federal Funding---Continuous.

Comments/ Questions

www.partnershipborderstudy.com

Closing Remarks

Next Steps w/ Forum Attendees

- Monthly progress reporting on DRIC by Blast email— Beginning June, 2009.
- Conference, with Transport Canada, to advance a PPP RFP—Fall 2009/Winter 2010.
- Selection of qualified proposers—Spring to Fall 2010. *
- Advancement to PPP with Transport Canada— 2010.*
- Build the PPP parts of the DRIC—begin 2010.*

^{*}Subject to legislative approval and/or funding.

Additional Information

- Project Web site
 - ✓ www.partnershipborderstudy.com
- Project Manager
 - ✓ alghurabim@michigan.gov