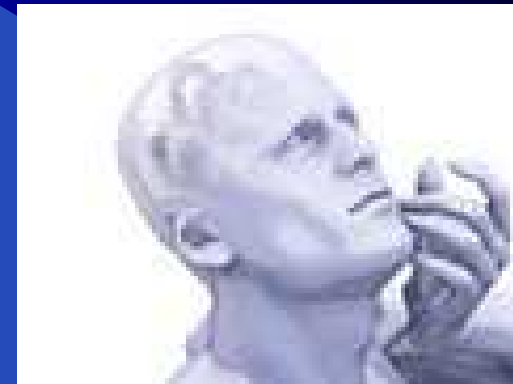


Theme 4

# Road Financing and Management

Some remarks from  
sessions of theme 4

by Jaakko Rahja,  
Finnish Road Association



Good roads connecting people

# Phases in Reforming the road management

| <u>PHASE 1</u>                      | <u>PHASE 2</u>                          | <u>PHASE 3</u>               | <u>PHASE 4</u>                              | <u>PHASE 5</u>                                      |
|-------------------------------------|---|------------------------------|---|---|
| Public Works in Agency Organisation | Identify Client (procurer) and Producer | Separate Client and Producer | Corporatize and finally Privatisse Producer | Corporatize and finally Privatize Client (producer) |



**Decreasing direct involvement by Government**

# Trends in Road Financing and Management



1. Public sector has much to work with health, social and other affairs, less resources to infrastructure

2. Private sector will have a permanent and increasing role in management and financing



# Trends in Road Financing and management

3. Public-Private-Partnership is suitable financing method in transport projects.

There are also new interesting ways to use PPP

4. Ensure that market and competition works. Avoid monopolies.



# Trends in Road Financing and management



5. Road fund is a good tool for financing roads.

6. New road projects need to have high effect/cost –rates.

Transport system should create growth in economy and new jobs



# Trends in Road Financing and management



7. Is not good if Intelligent Transport means only "From Bitumen to Bits"

8. Low-volume roads are like small but important capillaries of blood.



In good condition they form a good basic for living, agriculture, forest industry and small industry. It keeps the whole country inhabitant.

# Time does not improve the road!

That is why we need good  
Road Management and  
Financing

Thank You and welcome to see  
what is winter road maintenance



**WINTER ROAD CONGRESS  
IN FINLAND**

15-15 February 2012

Tampere, Finland