

# Ensuring an Appropriate Level of Expressway Management by Using Outcome Indicators —Role of JEHDRA after Privatization of Highway Public Corporations in Japan—

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(Japan Expressway Holding and Debt Repayment Agency)

**JEHDRA** 

#### **OVERVIEW**

- 1. Road Classes and Length
- 2. Privatisation of Expressway Corporation (2005)
- 3. Introduction of Outcome Indicators
- 4. Outcome Indicators for Expressways
- 5. Issues
- 6. Conclusion



# 1. Road Classes and Length in Japan

Road Classes	Road Administrators (Highway Authorities)	Length (roughly)	% of total length	% of total Vehicle km	note
National Expressways	Six Expressway Companies* on behalf of the Government (MLIT)	7,400km	0.6%	9%	<b>Mostly</b> tolled
National Highways	Government (MLIT)	22,400km	1.9%	19%	Partially tolled
National Highways	Prefectures	32,000km	2.7%	13%	Partially tolled
Prefectural Roads	Prefectures	129,300km	10.8%	33%	
Municipal Roads	Local Governments	1,006,000km	84.1%	27%	
Total		1,197,000km	100.0%	100%	3

#### 2. PRIVATISATION OF EXPRESSWAY CORPORATIONS (2005)

### 2-1. Privatisation of Expressway Corporations

#### 3 Purposes

- O To ensure repaying the interest-bearing debts of 40trillion yen
- O To expedite construction of necessary roads with minimum USD cost while respecting companies' own decisions 500b
- O To provide various and flexible toll rates and services utilizing know-how of private companies

**Japan Highway Public Corporation** 

Metropolitan Expressway Public Corporation

Hanshin Expressway Public Corporation

Honshu-Shikoku Bridge Authority



6 Companies: Construction and management of expressways, including collection of tolls

East Nippon Expressway Co., Ltd. Central Nippon Expressway Co., Ltd

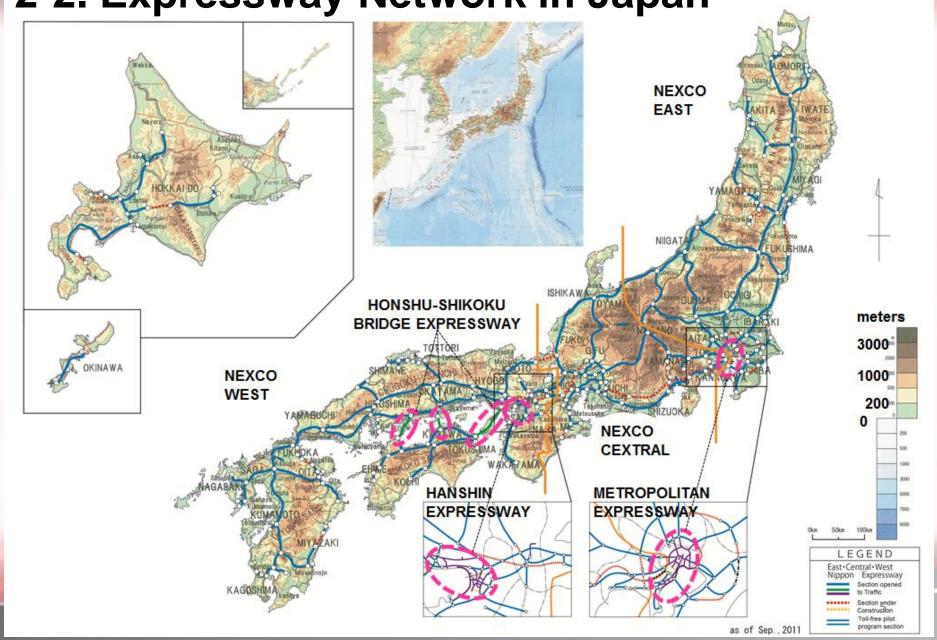
West Nippon Expressway Co., Ltd Metropolitan Expressway Co., Ltd Hanshin Expressway Co., Ltd Honshu-Shikoku Bridge Expressway Co.. Ltd

The Agency (JEHDRA): Holding of expressways and repayment of debts

Japan Expressway Holding and Debt Repayment Agency (JEHDRA)

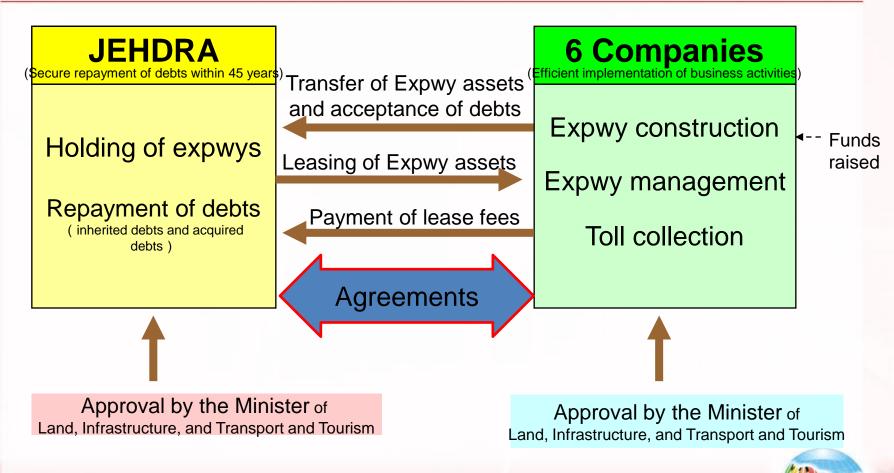
#### 2. PRIVATISATION OF EXPRESSWAY CORPORATIONS

2-2. Expressway Network in Japan



#### 2. PRIVATISATION OF EXPRESSWAY CORPORATIONS

# 2-3. Expressway Business Framework



This framework is specified in legislation.

#### 3. INTRODUCTION OF OUTCOME INDICATORS

#### 3-1. BACKGROUND OF INTRODUCTION

Around 2003, there were critics about public spending especially for road investment.

- In 2003 MLIT# (government) introduced <u>new road</u>

  <u>administration management</u> (performance management of road administration) to the road sector to meet the public needs against road administration.
  - to expressways as well

#MLIT = Ministry of Land, Infrastructure, Transport and Tourism



#### 3. INTRODUCTION OF OUTCOME INDICATORS

### 3-2. Purposes

#### **Purposes:**

To establish a framework to distribute limited resources to appropriate places and objects

To raise staff consciousness for change so that they can contribute to efficient operations.

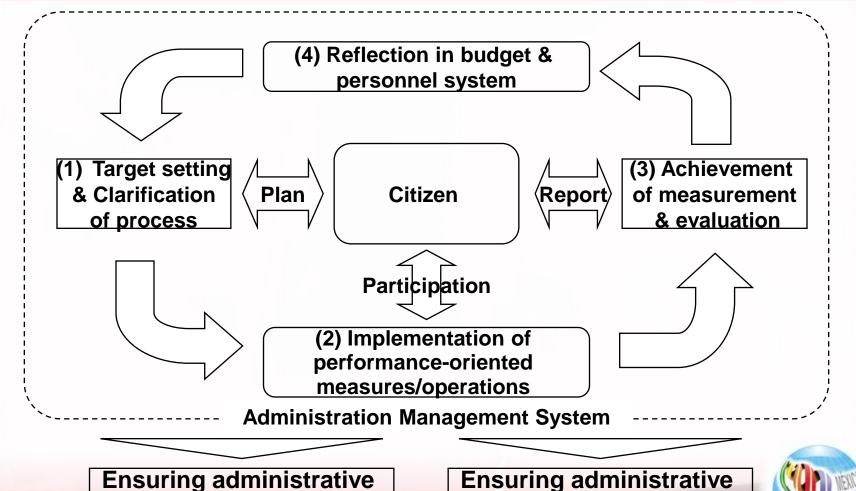
To enhance transparency of the road business

To rebuild relationships between road users and governments.



#### 3. INTRODUCTION OF OUTCOME INDICATORS

## 3-3. Road Administration Management

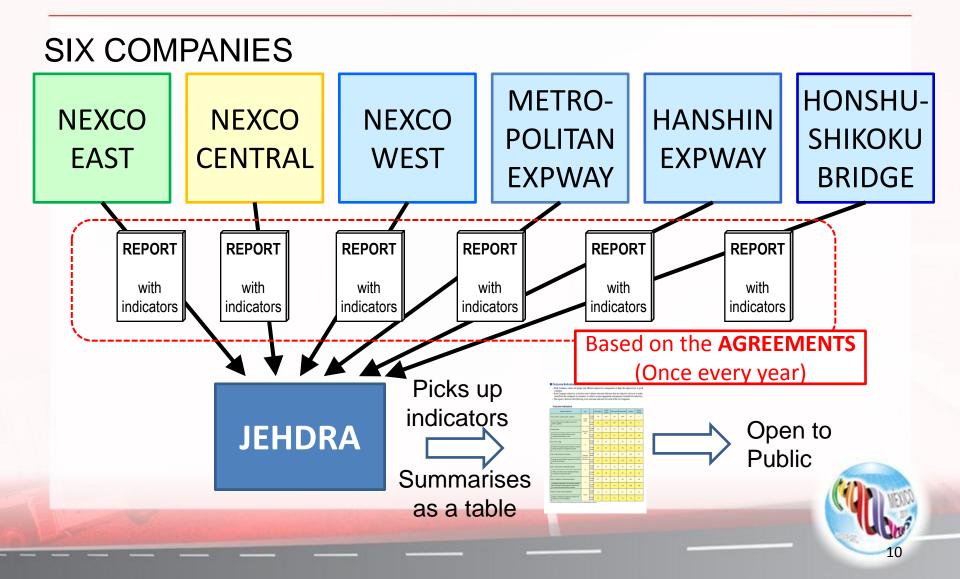


Ensuring administrative transparency

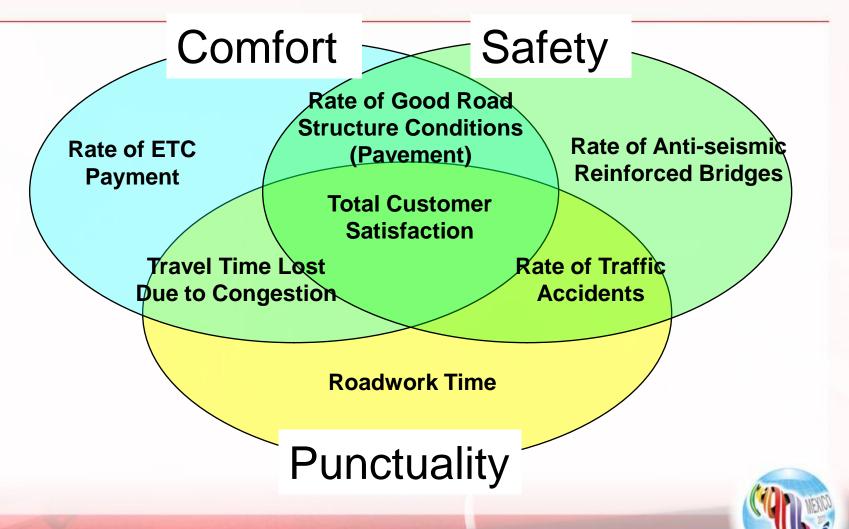
Ensuring administrative efficiency



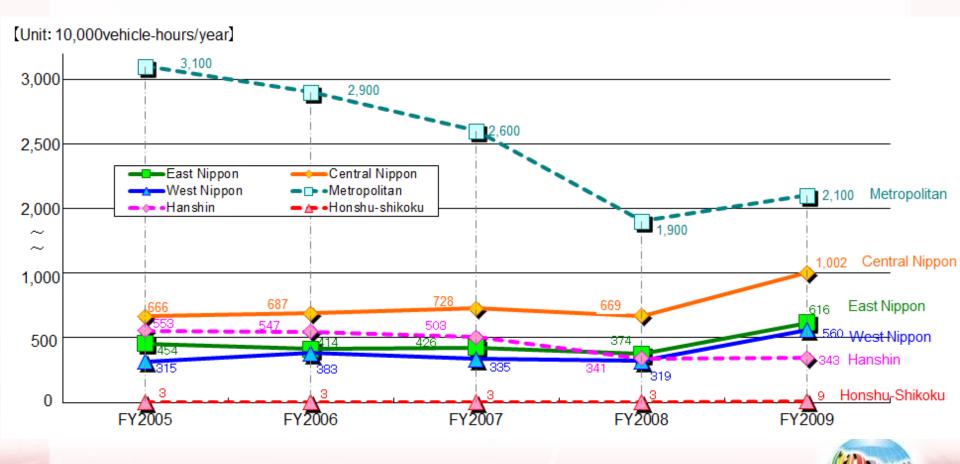
### 4-1. Outcome Indicators and the Agreements



# 4-2. Grouping of Seven Outcome Indicators

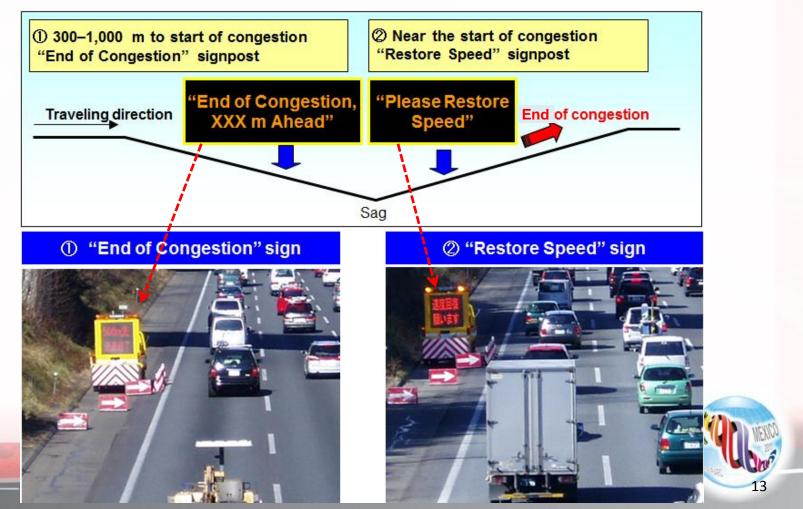


### 4-3. [Outcome 1]: Time Lost Due to Congestion

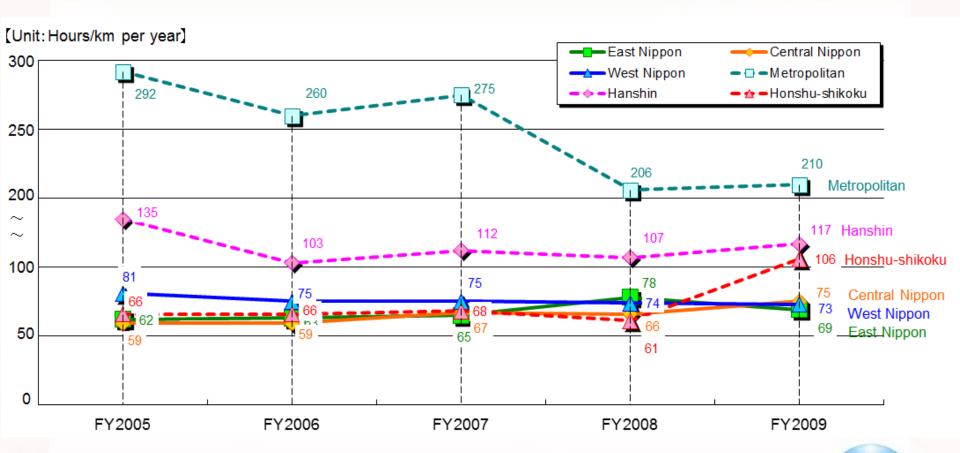


# 4-4 Example of Improving Outcome Indicator (congestion)

Mitigating Congestion in a Sag Section by Temporary Signboards

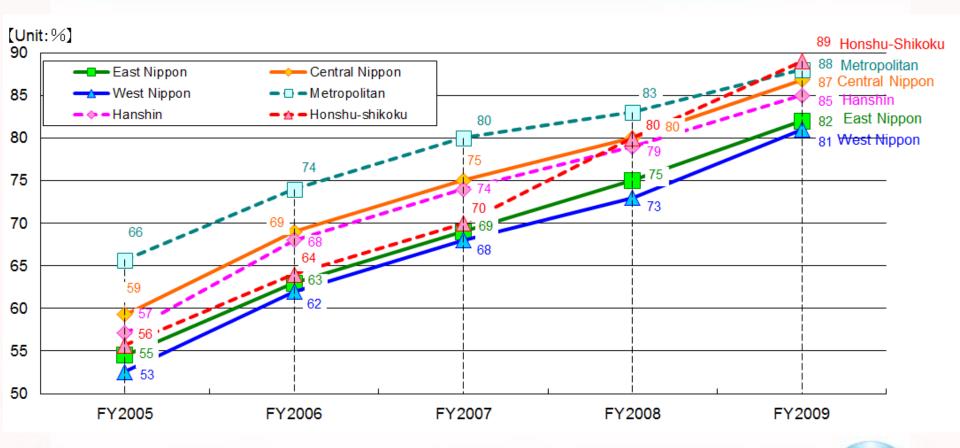


### 4-5. [Outcome 2] Roadwork Time



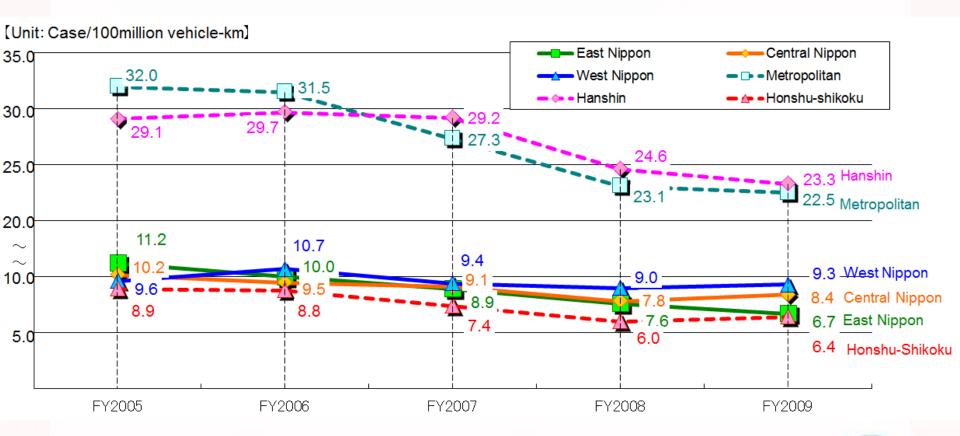
### 4-6. [Outcome 3] Rate of ETC Usage

(Electronic Toll Collection System)





# 4-7 [Outcome 4] Rate of Fatal and Injurious Accidents





# 4-8. Examples Of Improving Outcome Indicator (safety)





Old type pavement

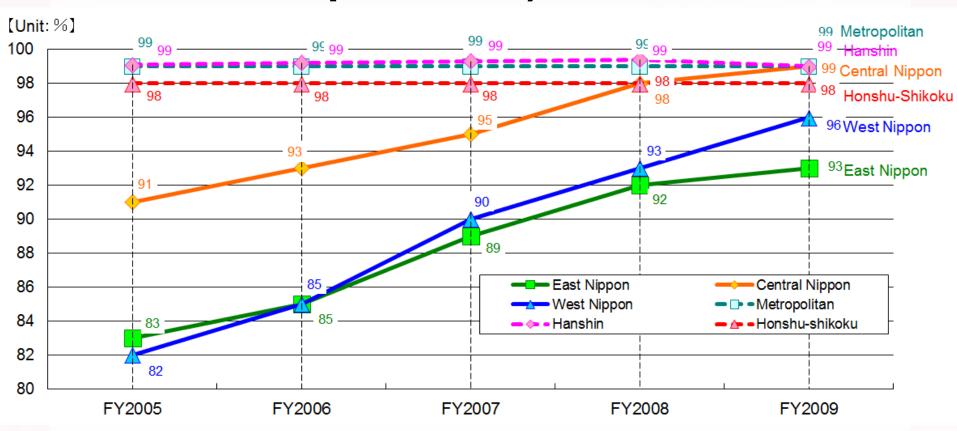
High Performance Pavement

High-Performance Pavement

Safety Devices in a Sharp-Curve Section

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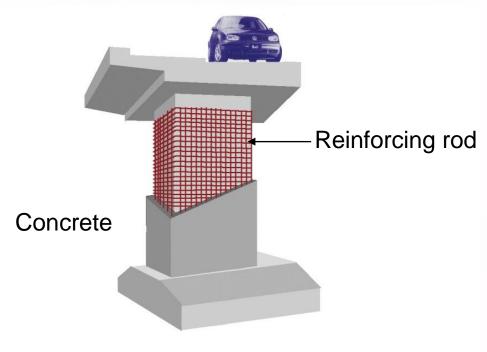
# 4-9 [Outcome 5] Rate of Road Structure Maintenance (pavement)





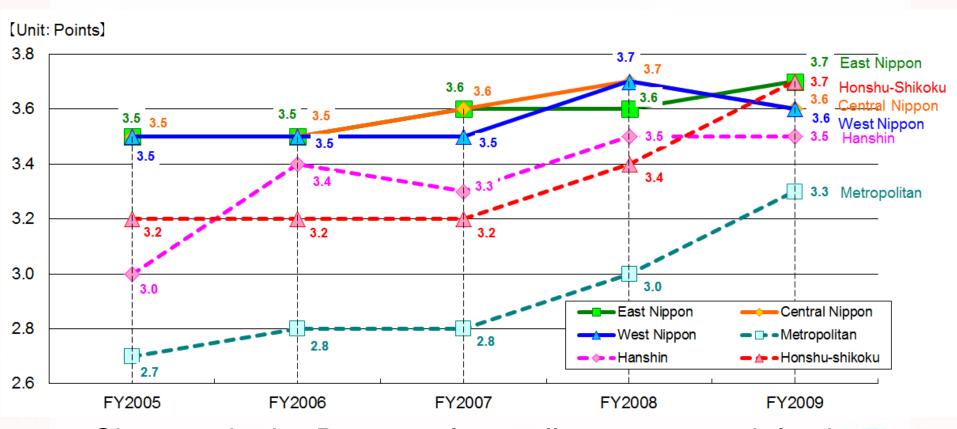
# 4-10 [Outcome 6] Rate of completion of bridge reinforcement

#### Reinforcement almost completion by 2011





# 4-11 [Outcome 7] Degree of Overall Customer Satisfaction



Changes in the Degree of overall customer satisfaction

#### 5. ISSUES

- 1. Definitions of indicators are different among companies
  - regional characteristics,
  - management policies, and
  - continuity from the past.
- 2. Seven indicators are not enough to evaluate all of expressway businesses



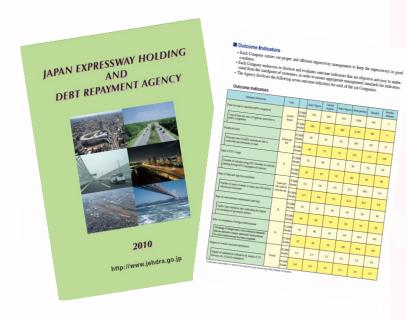




#### 6. CONCLUSIONS

- JEHDRA puts together outcome indicators set by expressway companies and discloses them.
- Comparing outcome indicators over years and among companies helps improve performances with the PDCA system.
- Publication of outcome indicators helps to rebuild relationships between users and highway authorities
- Outcome indicators change the consciousness of staff, which enables to ensure the appropriate level of expressway management.
- As the seven outcome indicators are not absolute, they need to be reviewed occasionally.

# Thank You For Listening!



JEHDRA Brochure with outcome indicators (pdf): http://www.jehdra.go.jp/english/pdf/others/114.pdf

