## **FEPAC – APC SYMPOSIUM 2018**

## WORLD CHALLENGES FOR THE DEVELOPMENT OF INFRASTRUCTURE

# Alain Bentéjac, FIDIC President



## 9 May 2018 – Lima

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International Federation of Consulting Engineers The Global Voice of Consulting Engineers

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#### **FEPAC – APC SYMPOSIUM 2018**

## THE ROLE OF FIDIC TO ACHIEVE INFRASTRUCTURE DEVELOPMENT WITH INTEGRITY, QUALITY & SUSTAINABILITY

## Alain Bentéjac, FIDIC President



9 May 2018 – Lima

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#### The consulting engineering sector

- Global construction characteristics,
- Continuing challenges,
- Emerging challenges.









#### **Global construction characteristics**

- <u>Annual investment</u> in the construction sector : \$7 trillion,
- <u>Demand growing</u> anticipate up to \$9 trillion by 2020,
- Consulting Services \$400 500 billion,
- Consulting <u>market reforming</u> more global,
- Economies still fragile variable growth rates,
- More private and public funding,





### **Continuing challenges for the consulting engineering industry**

- <u>Creating a substantial brand</u> for our industry globally,
- <u>Increasing demand</u> in terms of infrastructure development with larger and more complex projects,
- <u>Reducing the risks</u> for the industry, the clients and society in cost based procurement,
- <u>Fighting corruption</u> to increase the effective benefit from infrastructure spending,
- <u>Ongoing market pressure</u> from clients to do more with less and growing expectation of perfection.



#### Emerging challenges for the consulting engineering industry

In a fast changing world, our industry is confronted with some new challenges:

- <u>Geopolitical & economic risks</u>: maintaining our industry in a world troubled by geopolitical & economic re-balancing,
- <u>Sustainability & climate change</u>: equipping our industry to reduce and mitigate climate change impact,
- <u>New technologies</u>: what is their impact (BIM, collaborative work, big data, block chain technology, IoT...) ?
- <u>Smart cities</u> urgent needs of urban environments.



#### Emerging challenges for the consulting engineering industry

In a fast changing world, our industry is confronted with some new challenges:

- <u>New business models</u>: is our industry on the verge of major disruption like other industries (banks, hospitality industry...) ?
- <u>Consolidation</u>: consequences of the trend towards mega firms,
- <u>New delivery methods</u>, such as PPPs, PFIs, Alliancing...
- Competitive threats and increasing protectionism,
- <u>Global shortage of skills future leaders</u>...



#### Place & role of consulting engineers

Yesterday:

- Trusted advisor respected,
- Highly professional,
- Independent,
- Integrity.

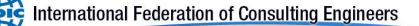








Participants in the 1914 Congress in Berne. Eighteen of the gentlemen mentioned in this History of FIDIC are identified on the photograph as follows: 1 Nagtglas-Versteg, 2 Blochmann, 3 Forssell, 4 Neeser, 5 Flesch, 6 de Grobert, 7 Fono, 8 Lebeau, 9 Roux, 10 Robert, 11 Gnoinski, 12 Leneveau, 13 Prangey, 14 Mathot, 15 Leroux, 16 Couturaud, 17 Masson, and 18 Frandsen.



#### **Place & role of consulting engineers – New Opportunities**

#### Today and tomorrow:

- Trusted advisor to clients,
- Procurement & investment strategist,
- Multi-disciplinary expert,
- Innovator,
- LCC considerations.





#### FIDIC's global role

- FIDIC's organization,
- FIDIC's vision & mission,
- FIDIC's role on procurement,
- FIDIC's priorities.





#### **FIDIC: the organization**

- FIDIC: Federation of International Consulting Engineers,
  ✓ Fédération Internationale des Ingénieurs-Conseils.
- Founded in 1913.

#### **Objectives:**

- Promote common professional interests,
- Disseminate information to the members of the constituent National Associations.





#### **FIDIC: the organization**

- 104 member associations (USA largest),
- Executive Committee (FIDIC board)
  - ✓ 9 members,
  - ✓ President: Alain Bentéjac (2017 2019)
- Secretariat in Geneva, Switzerland
  - ✓ Managing Director: Enrico Vink
- Standing Committees,
- DNS Advisory Council.





What FIDIC does:

**Represent** globally the consulting engineering industry Enhance the **image** of consulting engineers

# **Global Voice of Consulting Engineers**



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www.fidic.org

What FIDIC offers the industry:

Be the authority on issues relating to **business practice** Promote the development of a **global** and viable consulting engineering industry

# Business Best Practice Tools & Guidelines





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#### **Best practice guidelines & tools**

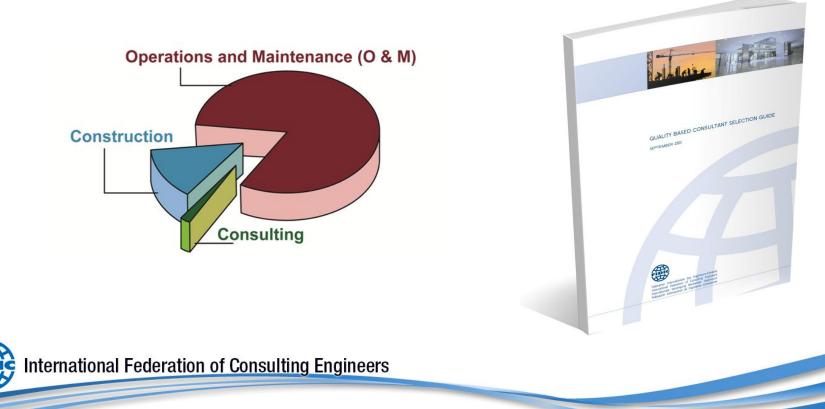
- How to choose a consulting engineer:
  - ✓ <u>Quality</u> based selection (QBS)
  - ✓ Define services (DOS)
- How to ensure ethics & <u>integrity</u> in the Industry:
  ✓ FIDIC's integrity management system (FIMS)
- How to choose the right project delivery method:
  ✓ Project <u>sustainability</u> management (PSM),
  ✓ Project sustainability workbook,
  - $\checkmark$  FIDIC procurement procedures guide





#### **Quality based selection**

Quality is paramount in the selection of consultants, and Quality Based Selection is the recommended method for procurement. The fees paid to a consultant are a small fraction of the total project lifecycle cost, and yet the consultant's work is key to the project success.



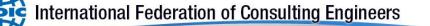
#### **FIDIC** on procurement

 Irrespective of the size of the project, the employer will look for a procurement strategy that results in contractual arrangements that will provide a defect-free solution, that is fit for purpose and completed in a timely fashion and within budget.

The strategy should take into account the need for economic whole-life operating and maintenance costs

- This requires a procurement package that is properly and fully prepared by experienced staff, <u>and includes the correct standard form</u> <u>of (FIDIC) contract</u>.
- QBS versus QCBS





#### **Works Contracts – Rainbow Collection**



More than 40,000 copies supplied each year



#### FIDIC rainbow suite, well known & used in parts of Latin America

- Public & private sector projects, and internationally funded projects,
- Balanced and fair –risk management tool, integrity management
- Available in Spanish and Portuguese,
- FIDIC contracts used in some 200 countries.
- FIDIC training in collaboration with associations in Peru, Chile, Argentina, Brazil, Mexico, and others
- FIDIC Dispute resolution solutions throughout Latin America

#### THE international standard for 60 years.





### **FIDIC Priorities:**

- Lead the consulting engineering industry visibly & effectively,
- Strengthen FIDIC's position in the overall construction sector,
- Connect & support our membership more effectively,
- Adapt & improve the governance of the Federation,
- Innovate the way the Secretariat operates to be more effective & efficient.



#### **Key Activities:**

- Closer collaboration with members and improve communications social media, IT, expand online services
- Strengthen resources to enhance volunteer support outsourcing options and larger secretariat,
- Develop new and improved capacity building programmes FIDIC Accredited trainers and adjudicators; online training,
- Improve commercial strategies to leverage FIDIC products and services expand sales and licences, as well as training courses
- Enhance governance structure internal and external representation
- Strengthen strategic partnerships to raise industry profile link international partners to local strategies with Members



#### "Mobility & Smart Infrastructure"



save the Dates!