EDMONTON 2018 to _____

CITE Edmonton 2018

complex world

CLEAR SOLUTIONS™

Resilient Infrastructure **Planning** Risk-Based **A**nalysis **Process**





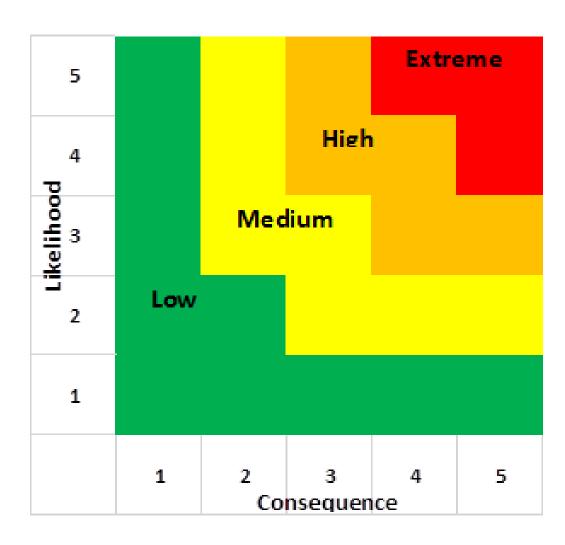
High Probability – Low Consequence



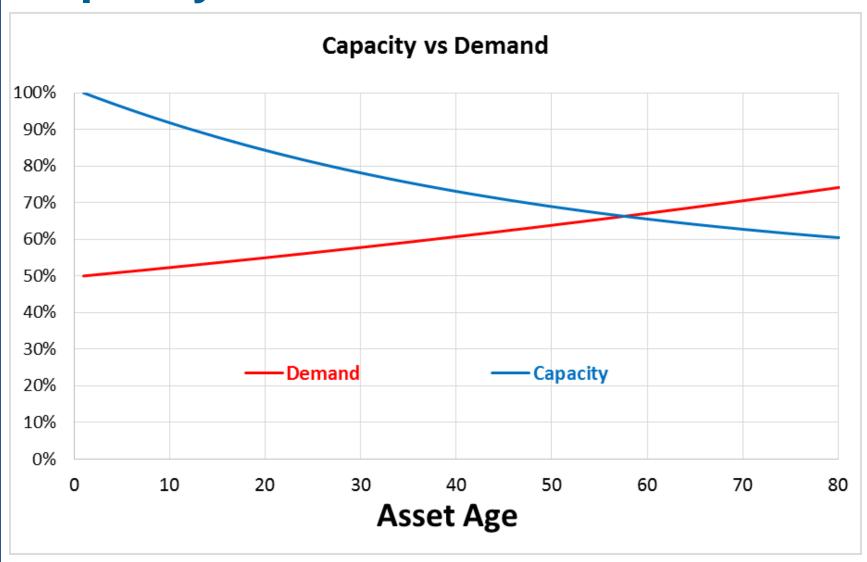
Low Probability – High Consequence



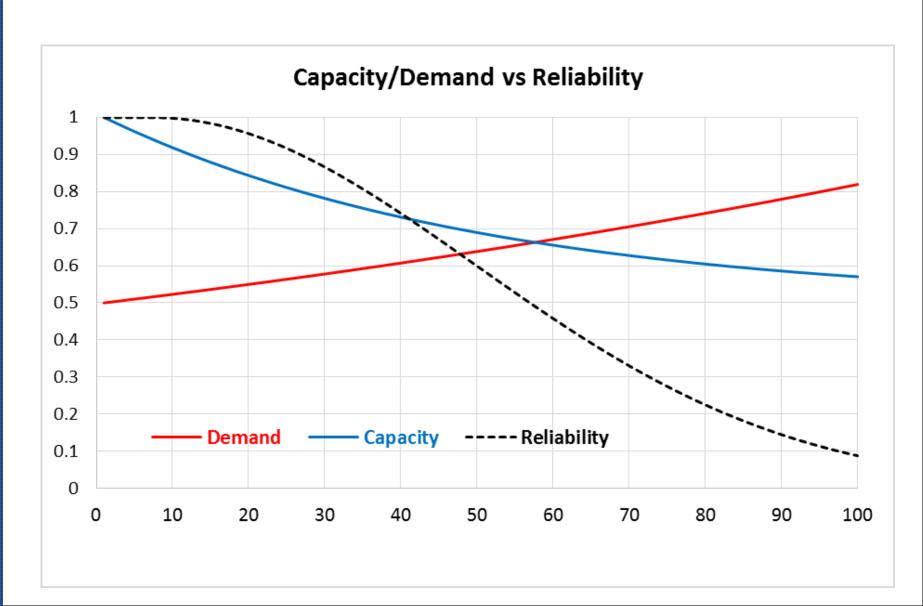
Defining Risk



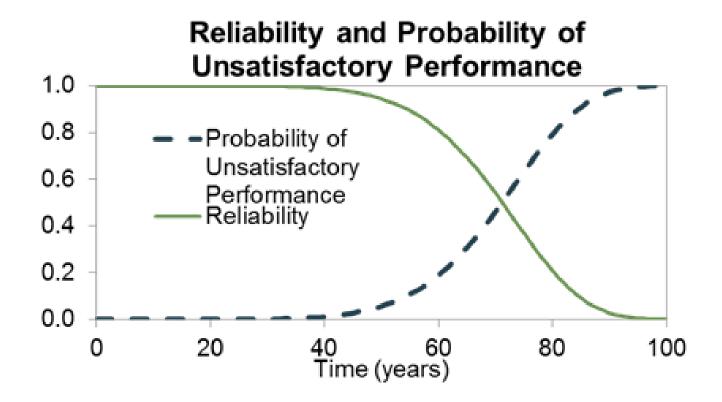
Capacity and Demand



Asset Adequacy



US Army Corps of Engineering EC 1110-2-6062



\$Risk = PUP x \$Consequences

Consider a Culvert

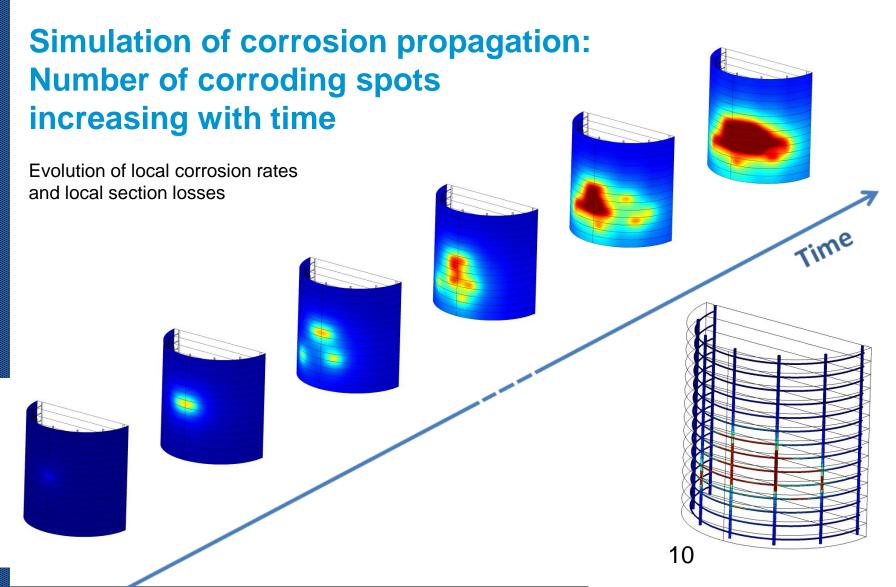


Two Failure Modes

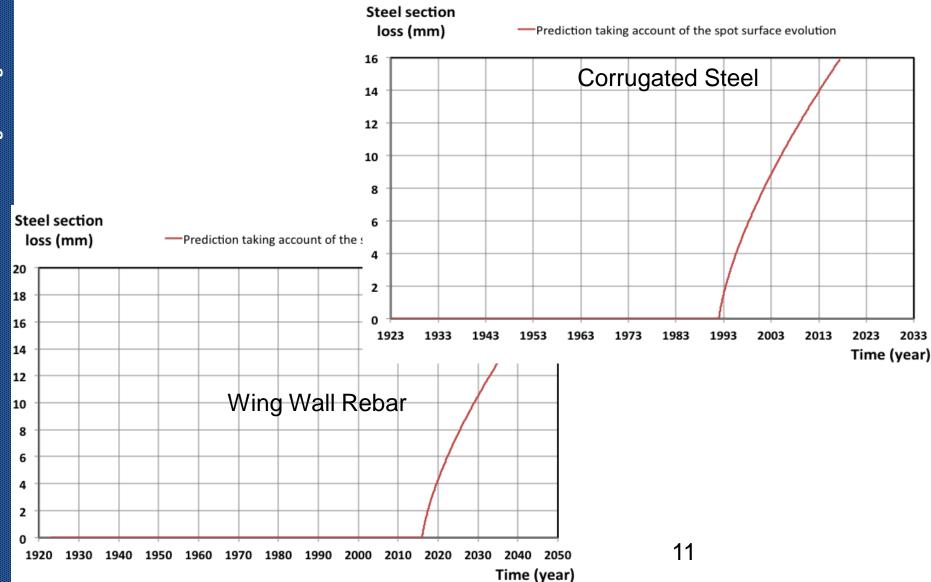




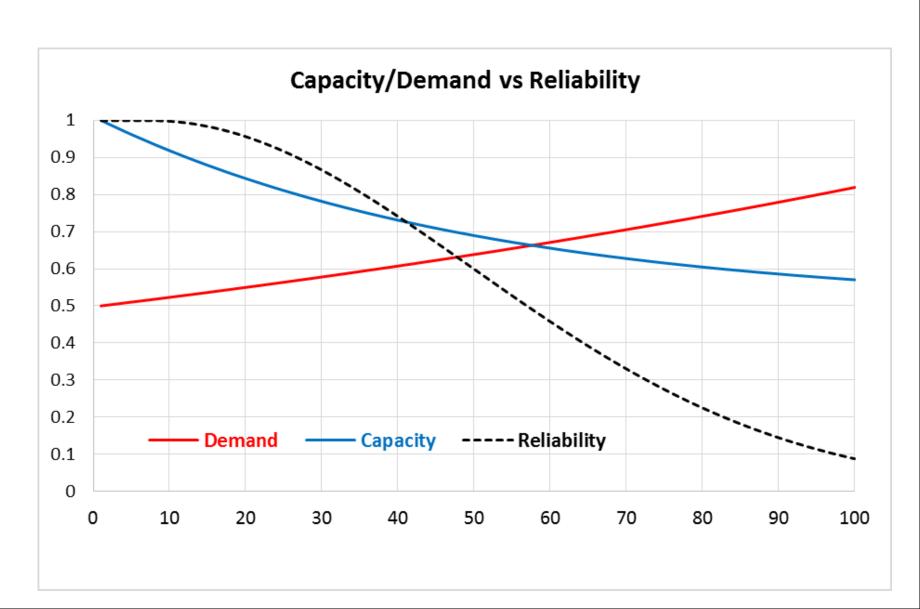
Corrosion Simulation



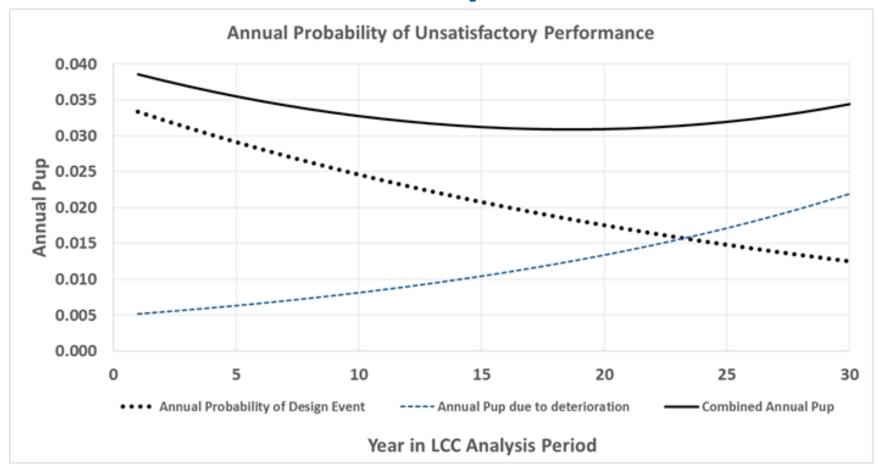
Rebar Section Loss Simulations



Predicted Asset Reliability



Both Material Degradation and Design Event Contribute to Pup



Consequences of Failure?

- Direct Consequences replace culvert, embankment, pavement.
- Addition detour based travel costs: 465
 AADT, 1% Growth, 460km detour, 15 day replacement period
- In this example Consequences = \$3.225 m

\$Risk in year $1 = 0.0333 \times $3.225 \text{ m} = 130K over 30 years $0.64 \times $3.225 \text{m} = 2 m

Life Cycle Cost for Replacement

2	Return Period	Initial Cost		Present Value Cost Replacement in 60 Years ¹		Present Value Cost for 100 Year Analysis Period	
(50	\$	621,000	\$	63,000	\$	684,000
2)	100	\$	689,000	\$	70,000	\$	759,000
	200	\$	757,000	\$	77,000	\$	834,000
	500	\$	847,000	\$	86,000	\$	933,000
	1000	\$	915,000	\$	93,000	\$	1,008,000

What Should Be Done?

- What Storm Event would be designed for?
- What can be economically justified?

LCCA!

Multi-strategy LCCA Informs Design Decision

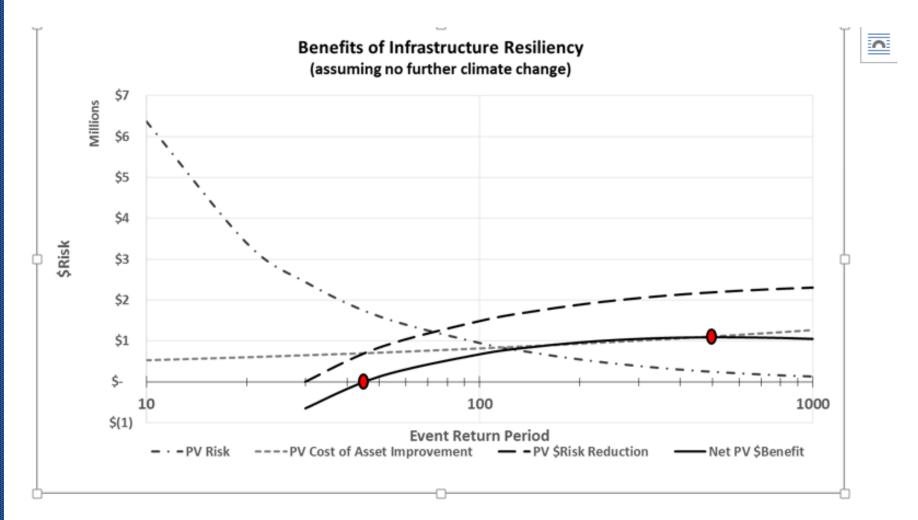
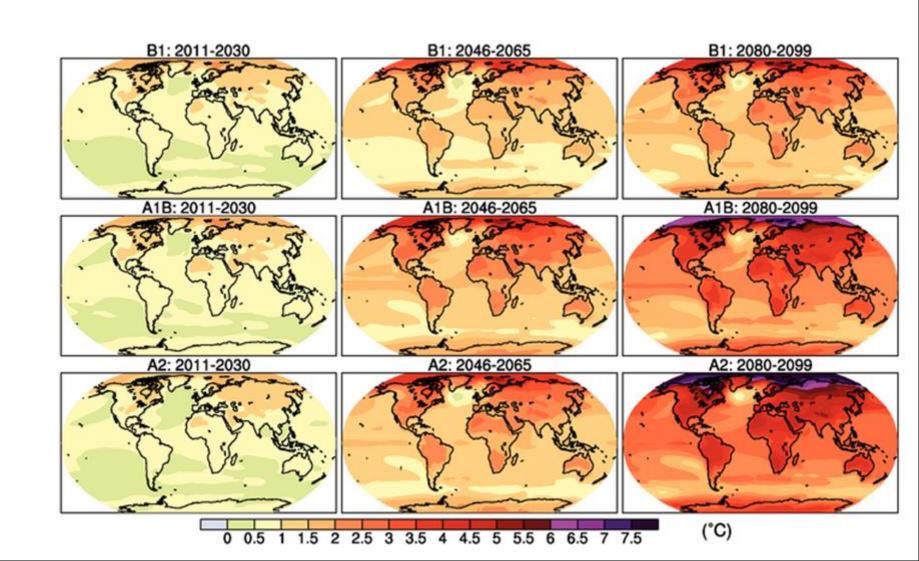
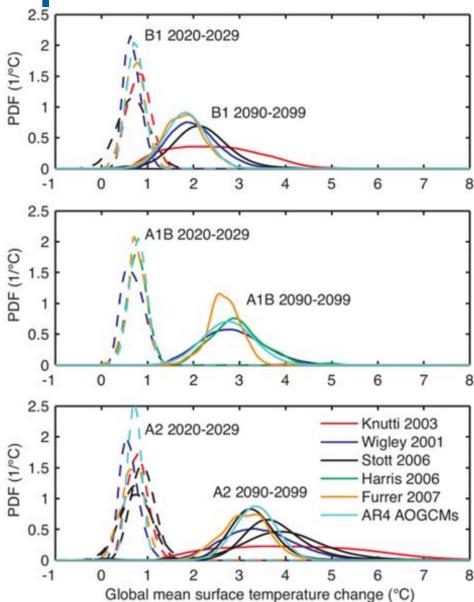


Figure 5 – PV Asset Strategy Costs Compared to PV \$Risk at Different Return Periods

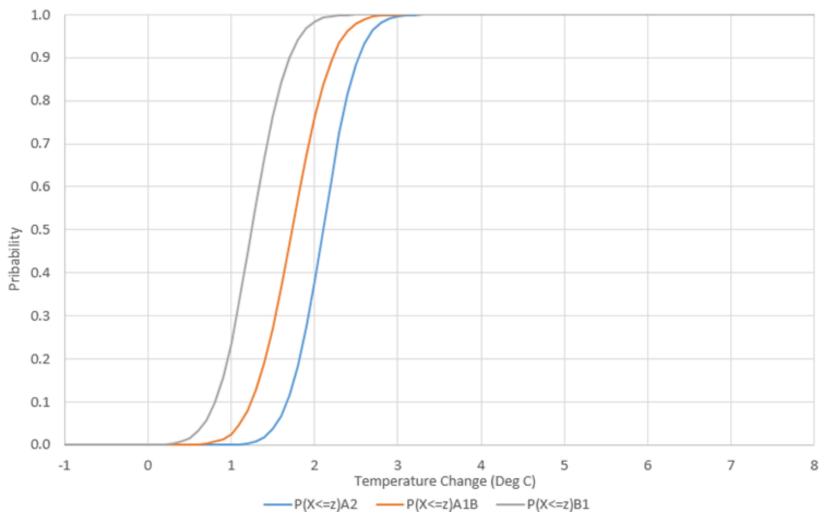
Add future climate change



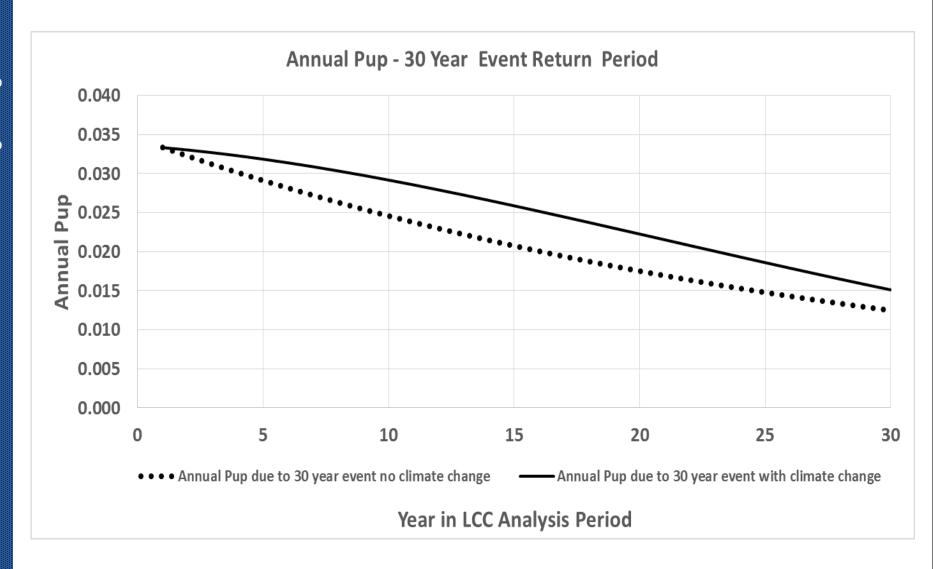
Using Multiple Climate Models



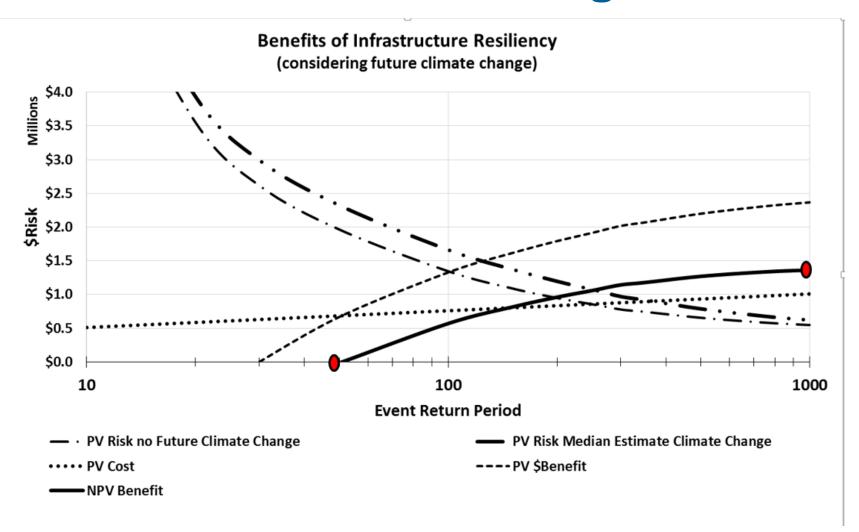
And Monte Carlo Simulations to produce Probability of an event return period



Change in Event Probability as Climate Evolves



LCCA informs Asset Managers



Summary

- Requires monetizing \$Risk
- Justifies Capital Expenditure
- Applicable to Geo-hazards, Avalanches and Seismic events
- Forms the Basis for LCCA Comparisons Across a Portfolio of Assets