# BALANCE SCORE CARD - A STRATEGIC PROJECT MANAGEMENT TOOL FOR INFRASTRUCTURE DEVELOPMENT PROJECTS

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# BALANCE SCORE CARD - A STRATEGIC PROJECT MANAGEMENT TOOL FOR INFRASTRUCTURE DEVELOPMENT PROJECTS

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The Dissertation was submitted to the Department of Civil Engineering of the University of Moratuwa in partial fulfilment of the requirement for the Degree of Master of Business Administration.

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September 2012

#### **DECLARATION**

University of Moratuwa, Sri Lanka.

September 2012.

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**ABSTRACT** 

In today's global context in infrastructure development, projects require critical

review at different viewpoints such as Investor, Consultants, Contractors and End-

users.

Since the beginning of the 1990s experts have introduced terms such as "modern

project management", "management-by-projects", "projects (Project Management)

culture" and "beyond the Gantt chart" to distinguish contemporary future forms of

Project Management from traditional past forms. Such terms, in part, propose the

existence of a discipline, referred to in the remainder of this dissertation as either

"Strategic PM" or "Emergent PM" that is characterised by as being "broader in its

application, concepts and methods than traditional PM".

Out of many approaches that can be adopted in strategic PM, the BSC model was

selected in this research as an effective tool in PM to evaluate project outcomes

through; Financial perspective; Customer perspective; Internal perspective and

Innovation and learning perspective.

In order to compare the effectiveness of the proposed model over the conventional

PM practices, a questionnaire survey was conducted among the stakeholders of a

sample selected infrastructure development projects. The responses collected were

evaluated through statistical analysis and inferences. Results obtained indicated that

most of present organizations which undertake infrastructure projects follow PM

techniques above 65% in order to manage their projects, the staff engaged in such

projects (especially engineers), have averagely 67% knowledge about such

techniques.

Using this proposed tool, an organization, project manager or a team of project

leaders can evaluate the project deliverables in different perspectives supported from

the tool.

Key Words: Strategic Project Management, BSC, infrastructure projects, PM tool

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#### LIST OF SYMBOLS, NOTATIONS AND ABBREVIATIONS

BSC - Balance Score Card

BSI - British Standard Institution

CEO - Chief Executive Officer

CI - Client/ Investor

CO - Contractor

DC - Designer/ Consultant

EU - End-user/ Customer

GDP - Gross Domestic Product

ICTAD - Institution for Construction Training and Development

ISO - International Standards Organization

IT - Information Technology

IQR - Inter Quartile Range

ODA - Olympic Development Authority

PM - Project Management

PMBOK - Project Management Body of Knowledge

PMI - Project Management Institute

SPM - Strategic Project Management

SVA - Shareholder Value Analysis