



MEMORANDUM

TO: HIGH PERFORMANCE TRANSPORTATION ENTERPRISE BOARD OF DIRECTORS
FROM: PIPER DARLINGTON, ENTERPRISES BUDGET & SPECIAL PROJECTS MANAGER
DATE: MARCH 20, 2019
SUBJECT: ADOPTION OF FINAL FISCAL YEAR 2019-20 BUDGETS FOR FUND 536 AND 537

Purpose and Requested Action:

To present the HPTE Board of Directors (the Board) with final Fiscal Year (FY) 2019-20 budgets for Fund 536 (Statewide Transportation Enterprise Special Revenue Fund) and Fund 537 (Statewide Transportation Enterprise Operating Fund). Staff is requesting the adoption of the budgets presented by resolution #291.

Policy Implications:

Approval of final budgets this month by the Board ensures that:

- HPTE budget staff has time to coordinate with the office of Financial Management (OFMB) and assure that approved FY 2019-20 budgets are distributed in an accurate and timely manner.
- Compliance with internal CDOT annual budget processes and legislative deadlines.

Background and Details:

In February 2019, staff presented the Board with final FY 2019-20 budgets for Fund 536 and Fund 537 for review. The Board had no comments or suggested changes. However, the staff has made a few modifications to the budget that was presented in February. Lines 49 and 55-59 (highlighted in yellow) have been added to the final Fund 536 budget, illustrating anticipated cash flows and allocations for C470 that are based on the latest version of the C470 financial model. Based on the direction from the Board in February to explore alternatives for maintenance delivery on the corridor, staff anticipates returning to the Board with a request to amend the budget once those costs are known. Details regarding all other specific revenues and allocations are outlined in the final budgets attached as Exhibit A and Exhibit B to Attachment A: Resolution #291 for Approval and Adoption of the Fiscal Year 2019-20 budgets for HPTE.

Options and Recommendations:

1. Act on Resolution #291 adopting final FY 2019-20 budgets for Fund 536 and 537-Staff
Recommendation
2. Request additional information or changes to specific line items.
3. Deny the request.

Next Steps:

- HPTE budget staff will coordinate with the Office of Financial Management and Budget (OFMB) to ensure the approved budget amounts are distributed correctly prior to the start of the 2019-20 fiscal year on July 1, 2019.
- Enterprise budget and accounting staff will provide the Board with a year-end report for FY 2018-19 in September following the close of the fiscal year.

Attachments:

Attachment A: HPTE Resolution #291 Approving and Adopting Fiscal Year 2018-19 Budgets for Fund 536 and Fund 537

Attachment A:

Resolution -HPTE #291

Approval and Adoption of the Fiscal Year 2019-20 Budgets for Fund 536 and Fund 537

WHEREAS, the Colorado General Assembly created the High Performance Transportation Enterprise (HPTE) in C.R.S. 43-4-806 as a government-owned business within the Colorado Department of Transportation (“CDOT”) for the business purpose of accelerating critical surface transportation infrastructure projects; and

WHEREAS, Section 43-4-806(3)(a), C.R.S., created the Statewide Transportation Enterprise Special Revenue Fund in the state treasury (“Fund 536”) for the purpose of, *inter alia*, depositing user fee revenues received by the HPTE, and further provided for the establishment of separate accounts in connection with specific surface transportation infrastructure projects; and

WHEREAS, Section 43-4-806(4), C.R.S., separately created the Statewide Transportation Enterprise Operating Fund (“Fund 537”) for the HPTE; and

WHEREAS, pursuant to Section 43-4-806(6)(I), C.R.S., the HPTE Board of Directors (the “Board”) is empowered to set and adopt, on an annual basis, a budget for the HPTE.

NOW THEREFORE BE IT RESOLVED, the HPTE budgets for Fiscal Year 2019-20 for Fund 536 and Fund 537, attached hereto as **Exhibit A** and **Exhibit B** is hereby approved and adopted by the Board.

Signed as of March 20, 2019

Simon Logan
Secretary, HPTE Board of Directors

**Exhibit A to HPTE Resolution #291
(Adopted Fiscal Year 2019-20 Fund 536 Budget)**

Fiscal Year 2019-20 Final Budget for Fund 536			
Statewide Transportation Enterprise Special Revenue Fund (C.R.S. 43-4-806(3)(a)) 536			
Line Item		Final Revenues	Final Allocations
1	US 36 Express Lanes (Cost Center T8620-536)		
2	Fiscal Year Revenues		
3	Interest Earnings	\$ 242,000	
4	Annual Concessionaire Management Fee	\$ 400,000	
5	Total US 36 FY 2019-20 Available Revenue	\$ 642,000	
6	Fiscal Year Allocations		
7	CDOT Staff Consulting		\$ (15,000)
8	Project Oversight		\$ (400,000)
9	Annual Audit		\$ (5,000)
10	Attorney General Fees		\$ (5,000)
11	Miscellaneous Corridor Studies		\$ (217,000)
12	Total US 36 FY 2019-20 Allocations		\$ (642,000)
13	US36 Remaining Balance		\$ -
14	I-25 North Express Lanes (Cost Center T8630-536)		
15	Fiscal Year Revenues		
16	Tolling Revenue	\$ 7,792,350	
17	Transponder Revenue	\$ 500,000	
18	Interest Earnings	\$ 1,500	
19	CDOT Reimbursement for Debt Service Expenses per IAA	\$ 626,210	
20	Total I-25 N FY 2019-20 Available Revenue & Funds	\$ 8,920,060	
21	Fiscal Year Allocations		
22	I-25 North Loan Payment		\$ (470,237)
23	Margin Rate Payment		\$ (155,973)
24	CDOT Staff Consulting		\$ (15,000)
25	Attorney General Fees		\$ (10,000)
26	General Reimbursable Expenses and Toll Processing Costs		\$ (2,162,000)
27	Corridor Operations & Maintenance		\$ (100,000)
28	Note Registrar		\$ (1,000)
29	Total I-25 N FY 2019-20 Allocations		\$ (2,914,210)
30	I-25 N Remaining Balance		\$ 6,005,850

Fiscal Year 2019-20 Final Budget for Fund 536

Statewide Transportation Enterprise Special Revenue Fund (C.R.S. 43-4-806(3)(a)) 536

31	I-70 West Mountain Express Lane (MEXL) (Cost Center T8640-536)		
32	Fiscal Year Funds and Revenue		
33	Tolling Revenue	\$ 2,324,993	
34	Interest Earnings	\$ 1,500	
35	MEXL Loan Funds for Debt Service	\$ 697,500	
36	Total I-25 N FY 2019-20 Available Revenue & Funds	\$ 3,023,993	
37	Fiscal Year Allocations		
38	MEXL Loan Payment		\$ (697,500)
39	Margin Rate Payment		\$ (231,354)
40	CDOT Staff Consulting		\$ (15,000)
41	Attorney General Fees		\$ (5,000)
42	General Reimbursable Expenses and Toll Processing Costs		\$ (205,000)
43	Corridor Operations & Maintenance		\$ (150,000)
44	Note Registrar		\$ (1,000)
45	Total I-70 W MEXL FY1 2019-20 Allocations		\$ (1,304,854)
46	I-70 W MEXL Remaining Balance		\$ 1,719,139
47	C-470 Express Lanes (Cost Center T8650-536)		
48	Fiscal Year Funds and Revenue		
49	Tolling Revenue	\$ 7,048,000	
50	C-470 Bond Proceeds for Debt Service	\$ 8,089,750	
51	Interest Earnings on Bond Proceeds	\$ 500,000	
52	Total C-470 FY 2019-20 Available Funds	\$ 15,637,750	
53	Fiscal Year Allocations		
54	Bond Debt Service		\$ (8,089,750)
55	General Reimbursable Expenses and Toll Processing Costs		\$ (2,938,000)
56	Corridor Operations & Maintenance		\$ (250,000)
57	CDOT Staff Consulting		\$ (15,000)
58	Attorney General Fees		\$ (10,000)
59	Required Reserve Funds		\$ (4,335,000)
60	Total C-470 FY 2019-20 Allocations		\$ (15,637,750)
61	C-470 Remaining Balance		\$ -
Total Fund 536 Revenues & Funds		\$ 28,223,803	
Total Fund 536 Allocations		\$ (20,498,814)	
Remaining Unbudgeted Funds		\$ 7,724,989	

**Exhibit B to HPTE Resolution #291
(Adopted Fiscal Year 2019-20 Fund 537 Budget)**

Fiscal Year 2019-20 Final Budget for Fund 537			
Statewide Transportation Enterprise Operating Fund (C.R.S. 43-4-806(4)) 537			
Line Item		Final Revenues	Final Allocations
1	Fiscal Year Revenues		
2	Fee for Service	\$ 5,600,000	
3	Interest Earnings	\$ 80,000	
4	Total FY 2019-20 Revenue	\$ 5,680,000	
5	Fiscal Year Allocations		
6	Administrative Cost Center (T8700-537)		
7			
8	Overall Program Operations		
9	HPTE Staff Compensation		\$ (1,151,500)
10	CDOT Staff		\$ (200,000)
11	Board Expenses		\$ (10,000)
12	Staff Training and Certifications		\$ (23,000)
13	Administrative and Office Needs		\$ (15,000)
14	Conferences and Industry Memberships		\$ (20,000)
15	In and Out of State Travel		\$ (24,500)
16	Technical Services		
17	Program Management		\$ -
18	Express Lanes Communications and Public Affairs Support		\$ (300,000)
19	Toll Operations Advisor		\$ (1,000,000)
20	Traffic and Revenue Advisor		\$ (600,000)
21	Aconex Document Management System		\$ (400,000)
22	Financial Services		
23	Accounting Advisors and Annual Audit		\$ (21,000)
24	Surveillance and Ratings Fees		\$ (75,000)
25	General Financial Advisor		\$ (300,000)
26	Legal Services		
27	Outside Legal Services		\$ (200,000)
28	Attorney General Fees		\$ (85,000)
29	Strategic Project Development		
30	Public Private Partnership (P3) Advisor		\$ (350,000)
31	Strategic Partnerships and CDOT Project Support		\$ (330,000)
32	Express Lanes Master Plan Development		\$ (75,000)
33	Central 70 Traffic Demand Management		\$ (500,000)
34	Miscellaneous		\$ -
35	Total FY 2019-20 Operating Budget	\$ 5,680,000	.
36	Total FY 2019-20 Allocations		\$ (5,680,000)
Total Fund 537 Revenue		\$ 5,680,000	.
Total Fund 537 Allocations		\$ (5,680,000)	
Remaining Unbudgeted Funds		\$ -	