



MEMORANDUM

TO: HIGH-PERFORMANCE TRANSPORTATION ENTERPRISE BOARD OF DIRECTORS  
 FROM: PIPER DARLINGTON, HPTE BUDGET & SPECIAL PROJECTS MANAGER  
 KAY HRUSKA, ENTERPRISE CONTROLLER  
 DATE: OCTOBER 14, 2020  
 SUBJECT: FISCAL YEAR 2019-20 YEAR-END REPORT

**Purpose**

This memorandum provides a Fiscal Year (FY) 2019-20 year-end report for the Colorado High-Performance Transportation Enterprise (HPTE) Fund 536 and Fund 537. Information provided includes FY 2019-20 unaudited revenue reconciliation information, cost center balances that are eligible to be rolled into FY 2019-20, and a preliminary budget to actual statement through June 2019.

**Action**

The purpose of this memo is informational only.

**Fiscal Year 2019-20 Year End Details**

At the close of each fiscal year, the Office of Financial Management and Budget (OFMB) within the Division of Accounting and Finance (DAF) compares the forecasted revenues to the actual revenues received, as well as reviews all remaining cost center balances to determine if they are eligible to roll forward to the next fiscal year. As outlined in the HPTE annual budget guidelines, staff will bring this information to the Board before October.

**FY 2019-20 Revenue Reconciliation**

A comparison of FY 2019-20 estimated revenues for HPTE Fund 536 (Special Revenue Fund) and Fund 537 (Operating Fund) to revenues received is shown below in Table 1.

Table 1: HPTE Revenue Reconciliation Summary

Revenue Source	FY 2019-20 Estimated Revenue	FY 2019-20 Actual Revenue	Difference
<b>Fund 536</b>			
Interest Income*	\$ 245,000	\$ 945,715	\$ 700,715
Transponder Revenue	\$ 500,000	\$ 663,345	\$ 163,345
Concessionaire Management Fee	\$ 400,000	\$ 442,558	\$ 42,558
I-70 Mountain Express Lane Tolling & Fine Revenue	\$ 2,324,993	\$ 2,482,122	\$ 157,129
I-25 North US36-120th Express Lane Tolling & Fine Revenue	\$ 7,792,350	\$ 7,809,838	\$ 17,488
I-25 North 120th-E470 Express Lane Tolling & Fine Revenue	\$ 86,251	\$ 95,153	\$ 8,902
C-470 Express Lanes Tolling & Fine Revenue	\$ 7,548,000	\$ -	\$ (7,548,000)
Reimbursement from CDOT for I-25 IAA	\$ 782,183	\$ 782,183	\$ -
<b>Fund 536 Sub-Total</b>	<b>\$ 19,678,777</b>	<b>\$ 13,220,913</b>	<b>\$ (6,457,864)</b>
<b>Fund 537</b>			
Fee for Service Revenue	\$ 5,600,000	\$ 5,600,000	\$ -
Interest Income	\$ 80,000	\$ 145,120	\$ 65,120
Transfer from HPTE Fund 536 for Debt Repayment	\$ 2,142,472	\$ 2,142,472	\$ -
CDOT Payment to HPTE- Traffic and Revenue Study-I-270- IAA	\$ 600,000	\$ 570,519	\$ (29,481)
CDOT Payment to HPTE- Burham Yard IAA	\$ 368,656	\$ 368,656	\$ -
CDOT Payment to HPTE- SH 119 IAA	\$ 200,000	\$ 200,000	\$ -
CDOT Payment to HPTE- Floyd Hill IAA**	\$ 1,300,000	\$ -	\$ (1,300,000)
Reimbursement for staff time	\$ -	\$ 53,005	\$ 53,005
Unsolicited Proposal Evaluation Fees	\$ -	\$ 80,000	\$ 80,000
<b>Fund 537 Sub-Total</b>	<b>\$ 10,291,128</b>	<b>\$ 9,159,772</b>	<b>\$ (1,131,356)</b>
<b>TOTAL</b>	<b>\$ 29,969,905</b>	<b>\$ 22,380,685</b>	<b>\$ (7,589,220)</b>
*Includes interest earned on the debt proceeds			
**The payment for this IAA will be collected in FY21			

HPTE estimated revenues for FY 2019-20 of \$30.0 million and collected actual revenues for \$22.4 million. The main factor behind the decrease was that when the FY 2019-20 budget was approved in March of 2019, it was anticipated that the C-470 Express Lanes would be open for tolling and generating revenue, so those forecasted revenues never realized. For a more detailed breakout of Fund 536 and Fund 537 revenues and expenses by corridor, please see the attached budget to actual statements. Although the fiscal year-end has closed, figures are unaudited and subject to change. Should there be any notable changes following the annual audit, staff will update the Board at that time.

***FY 2019-20 Cost Center Roll Forward***

Per Policy Directive PD 703.0 and statute, all HPTE fiscal year-end cost center balances are eligible for automatic roll forward from the previous to the current fiscal year. Roll forward numbers for HPTE encompass various cost centers that are under Funds 536 and 537. The majority of the total roll forward number corresponds to the balances in cost centers set up for the managed lanes corridors. Per statute, those funds are restricted to be used for managed lane projects and operations. Table 2 summarizes the remaining cost center balances that were rolled forward from FY 2019-20 to the current Fiscal Year 2020-21.

Table 2: HPTE Cost Center Roll Forward Detail

Budget Category	Cost Center	Type of Funding Making up Roll Forward	Amount Rolled to FY 2020-21
US 36 Managed Lanes	T8620-536	Prior fiscal year toll and operating revenue from the Colorado Tolling Enterprise	\$ 3,896,317
I-70 Mountain Express Lanes	T8640-536	Toll revenue, loan proceeds restricted for debt service	\$ 5,908,182
I-25 North US36-120th Express Lanes	T8630-536	Toll revenue, loan proceeds restricted for debt service	\$ 18,808,495
I-25 North 120th-E470 Express Lanes	T8633-536	Toll revenue	\$ 53,354
C-470 Express Lanes*	T8650-536	Toll revenue, bond proceeds restricted for debt service,	\$ 23,644,552
Program Operations & Administration	T8700-537	Prior year budget savings, remaining FY20 fee for service funds, additional budget for mid-year IAA payments from CDOT	\$ 5,057,150
Out of State Travel	T8710-537	Prior year budget savings, remaining FY20 fee for service funds	\$ 13,693
		Total	\$ 57,381,743

\*The current roll forward for C-470 will be adjusted significantly downward to account for no collection of toll revenue in FY2019-20

***Final Budget to Actual Statement for June 2020***

Listed below summarizes key details and an overall review of HPTE’s Fiscal Year 2019-20 financial transactions for Funds 536 and 537.

**Fund 536-Special Revenue Fund**

- Toll processing fees and reimbursable costs for I-25 North Managed Lanes and MEXL totaled \$2,096,739 and \$205,882, respectively
- Transponder sales totaled \$663,345
- Cash balance as of June 30, 2020, was \$28,991,081

**Fund 537-Operating Fund**

- HPTE staff costs were \$955,477
- Transparency, outreach, and public engagement expenses totaled \$270,402
- HPTE in State and Out of State Travel costs were \$14,179
- HPTE paid the outstanding loan balance totaling \$2,142,472
- Cash balance as of June 30, 2019, was \$4,237,138

See Attachment A (HPTE Budget to Actual Fund 537) and Attachment B (HPTE Budget to Actual Fund 536) for final copies of the completed budget to actual statements.

**Next Steps**

- Based on the deficits and surpluses identified through the revenue reconciliation process, HPTE staff will work with OFMB to make adjustments to current fiscal year HPTE pools and cost centers.
- Staff will refer to the Excess Revenue Guidelines and consult with the Board before spending any excess revenues or roll forwards.

**Attachments:** Attachment A (HPTE Budget to Actual Fund 537)  
Attachment B (HPTE Budget to Actual Fund 536)

**Attachment A: Fiscal Year 2019-20 Final Budget for Fund 537**

**Statewide Transportation Enterprise Operating Fund (C.R.S. 43-4-806(4)) 537**

Line Item		Budgeted Revenues	Budgeted Expenses	Total Actual Revenue/Expenses	Remaining Budget
1	<b>Fiscal Year Revenues</b>				
2	FY2018-19 Carryforward	\$ 3,121,249			
3	Reimbursement for Staff Time	-		53,005	
4	Fee for Service	5,600,000		5,600,000	
5	CDOT Payment to HPTE per Approved Burnham Yard IAA	368,656		368,656	
6	CDOT Payment to HPTE per Approved State Highway 119 IAA	200,000		200,000	
7	Interest Earnings	80,000		145,120	
8	Unsolicited Proposals	-		80,000	
9	CDOT Payment to HPTE per Approved Floyd Hill IAA	1,300,000		-	
10	CDOT Payment to HPTE per Approved Traffic & Revenue Study I-270 IAA	600,000		570,519	
11	Transfer from Fund 536 for TC Loan Payment	2,142,472		2,142,472	
12	<b>Total FY 2019-20 Available Budget and Revenue</b>	<b>\$ 13,412,377</b>		<b>\$ 9,159,772</b>	
13	<b>Fiscal Year Allocations</b>				
14	<b>Administrative Cost Center (T8700-537)</b>				
15					
16	<b>Program Operations</b>				
17	HPTE Staff Compensation		\$ 1,151,500	\$ 955,477	\$ 196,023
18	CDOT Staff		\$ 200,000	\$ 76,048	123,952
19	Board Expenses		\$ 10,000	\$ 1,760	8,240
20	Staff Training and Certifications		\$ 23,000	\$ 4,130	18,870
21	Administrative and Office Needs		\$ 15,000	\$ 11,617	3,383
22	Conferences and Industry Memberships		\$ 20,000	\$ 40,434	(20,434)
23	In and Out of State Travel		\$ 24,500	\$ 14,179	10,321
24	Transportation Commission Loan Payment		\$ 2,142,472	\$ 2,142,472	-
25	<b>Total Program Operations</b>		<b>\$ 3,586,472</b>	<b>\$ 3,246,119</b>	<b>\$ 340,353</b>
26	<b>Technical Services</b>				
27	Program Management		\$ -	\$ -	\$ -
28	Express Lanes Communications and Public Affairs Support		\$ 300,000	\$ 270,402	\$ 29,598
29	Toll Operations Advisor		\$ 1,000,000	\$ 585,669	\$ 414,331
30	Traffic and Revenue Advisor		\$ 600,000	\$ 953,114	\$ (353,114)
31	Floyd Hill Study		\$ 1,300,000	\$ 69,446	\$ 1,230,554
32	Aconex Document Management System		\$ 672,725	\$ 607,495	\$ 65,230
33	<b>Total Technical Services</b>		<b>\$ 3,872,725</b>	<b>\$ 2,486,126</b>	<b>\$ 1,386,599</b>
34	<b>Financial Services</b>				
35	Accounting Advisors and Annual Audit		\$ 21,000	\$ 7,764	\$ 13,236
36	Surveillance and Ratings Fees		\$ 75,000	\$ 76,197	\$ (1,197)
37	General Financial Advisor		\$ 300,000	\$ 35,270	\$ 264,730
38	<b>Total Financial Services</b>		<b>\$ 396,000</b>	<b>\$ 119,231</b>	<b>\$ 276,769</b>
39	<b>Legal Services</b>				
40	Outside Legal Services		\$ 200,000	\$ 177,569	\$ 22,431
41	Attorney General Fees		\$ 85,000	\$ 156,805	\$ (71,805)
42	<b>Total Legal Services</b>		<b>\$ 285,000</b>	<b>\$ 334,374</b>	<b>\$ (49,374)</b>
43	<b>Strategic Project Development</b>				
44	Public Private Partnership (P3) Advisor		\$ 350,000	\$ 348,672	\$ 1,328
45	Strategic Partnerships and CDOT Project Support		\$ 330,000	\$ 70,400	\$ 259,600
46	Express Lanes Master Plan Development		\$ 75,000	\$ 953,067	\$ (878,067)
47	Central 70 Traffic Demand Management		\$ 500,000	\$ 500,000	\$ -
48	Miscellaneous		\$ -	\$ -	\$ -
49	<b>Total Strategic Project Development</b>		<b>\$ 1,255,000</b>	<b>\$ 1,872,139</b>	<b>\$ (617,139)</b>
50	<b>Total FY 2019-20 Allocations</b>	<b>\$ 13,412,377</b>	<b>\$ 9,395,197</b>		
51	<b>Total FY 2019-20 Expenses</b>			<b>\$ 8,057,989</b>	
52	<b>Total Remaining FY 2019-20</b>				<b>\$ 1,337,208</b>
Cash Balance As of June 30, 2020		\$ 4,237,138			
Transportation Commission Loan Balance		\$ -			
Transportation Commission Transfer		\$ -			

**Attachment B: 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		Budgeted Revenues	Budgeted Expenses	Total Actual Revenue/Expenses	Remaining Budget
1	<b>U.S. 36 Express Lanes (Cost Center T8620-536)</b>				
2	<b>Fiscal Year Revenues</b>				
3	Carry forward from FY2018-19	\$ 5,420,250		\$ -	
4	Interest Earnings	\$ 242,000		\$ 647,588	
5	Annual Concessionaire Management Fee	\$ 400,000		\$ 442,558	
6	<b>Total U.S. 36 FY 2019-20 Available Budget and Total Revenue</b>	<b>\$ 6,062,250</b>	<b>\$ -</b>	<b>\$ 1,090,146</b>	
7	<b>Fiscal Year Allocations</b>				
8	CDOT Staff Consulting		\$ 15,000	\$ 21,511	\$ (6,511)
9	Project Oversight		\$ 400,000	\$ 302,249	\$ 97,751
10	Annual Audit		\$ 5,000	\$ 2,471	\$ 2,529
11	Attorney General Fees		\$ 50,000	\$ 12,625	\$ 37,375
12	Miscellaneous Corridor Studies		\$ 217,000	\$ 144,653	\$ 72,347
13	Transfer to Fund 537 Transportation Commission Loan Payment		\$ 2,142,472	\$ 2,142,472	\$ -
14	<b>Total U.S. 36 FY 2019-20 Budget and Expenses</b>		<b>\$ 2,829,472</b>	<b>\$ 2,625,981</b>	<b>\$ 203,491</b>
15	<b>I-25 North Express Lanes (Cost Center T8630-536)</b>				
16	<b>Fiscal Year Revenues</b>				
17	Carry forward from FY2018-19	\$ 12,223,612		\$ -	
18	Tolling Revenue	\$ 7,792,350		\$ 7,809,838	
19	Transponder Revenue	\$ 500,000		\$ 663,345	
20	Interest Earnings	\$ 1,500		\$ 1,089	
21	CDOT Reimbursement for Debt Service Expenses per IAA	\$ 782,183		\$ 782,183	
22	<b>Total I-25 N FY 2019-20 Available Budget and Revenue</b>	<b>\$ 21,299,645</b>		<b>\$ 9,256,455</b>	<b>\$ -</b>
23	<b>Fiscal Year Allocations</b>				
24	I-25 North Loan Payment		\$ 470,237	\$ 289,947	\$ 180,290
25	Margin Rate Payment		\$ 155,973	\$ 155,974	\$ (0)
26	CDOT Staff Consulting		\$ 15,000	\$ 17,866	\$ (2,866)
27	Attorney General Fees		\$ 40,000	\$ 22,335	\$ 17,665
28	General Reimbursable Expenses and Toll Processing Costs		\$ 2,162,000	\$ 2,096,739	\$ 65,261
29	Corridor Operations & Maintenance		\$ 100,000	\$ 465,848	\$ (365,848)
30	Note Registrar		\$ 1,000	\$ -	\$ 1,000
31	Capital Replacement-Tolling Equipment		\$ 75,000	\$ -	\$ 75,000
32	Traffic and Revenue Studies and General Advising		\$ 550,000	\$ 546,098	\$ 3,902
33	HPTE Payment to CDOT I-270 Feasibility Study		\$ 600,000	\$ 600,000	\$ -
34	<b>Total I-25 N FY 2019-20 Budget and Expenses</b>		<b>\$ 4,169,210</b>	<b>\$ 4,194,807</b>	<b>\$ (25,597)</b>

**Attachment B: Fiscal Year 2019-20 Final Budget for Fund 536**

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

		Budgeted Revenues	Budgeted Expenses	Total Actual Revenue/Expenses	Remaining Budget
35					
36	<b>I-70 West Mountain Express Lane (MEXL) (Cost Center T8640-536)</b>				
37	<b>Fiscal Year Funds and Revenue</b>				
38	Carry forward from FY2018-19	\$ 4,333,539			
39	Tolling Revenue	\$ 2,324,993		\$ 2,482,122	
40	Interest Earnings	\$ 1,500		\$ 689	
41	MEXL Loan Funds for Debt Service	\$ 697,500		\$ -	
42	<b>Total I-25 N FY 2019-20 Available Budget and Revenue</b>	<b>\$ 7,357,532</b>	<b>\$ -</b>	<b>\$ 2,482,811</b>	
43	<b>Fiscal Year Allocations</b>				
44	MEXL Loan Payment		\$ 697,500	\$ 698,379	\$ (879)
45	Margin Rate Payment		\$ 231,354	\$ 231,354	\$ 0
46	CDOT Staff Consulting		\$ 15,000	\$ 30,930	\$ (15,930)
47	Attorney General Fees		\$ 5,000	\$ 1,195	\$ 3,805
48	General Reimbursable Expenses and Toll Processing Costs		\$ 205,000	\$ 205,882	\$ (882)
49	Corridor Operations & Maintenance		\$ 150,000	\$ 360,501	\$ (210,501)
50	Note Registrar		\$ 1,000	\$ -	\$ 1,000
51	Capital Replacement-Tolling Equipment		\$ 75,000	\$ 165,663	\$ (90,663)
52	<b>Total I-70 W MEXL FY1 2019-20 Budget and Expenses</b>		<b>\$ 1,379,854</b>	<b>\$ 1,693,905</b>	<b>\$ (314,051)</b>
53	<b>C-470 Express Lanes (Cost Center T8650-536)</b>				
54	<b>Fiscal Year Funds and Revenue</b>				
55	Carry forward from FY2018-19	\$ 9,079,000			
56	Tolling Revenue	\$ 7,048,000		\$ -	
57	Interest Earnings on Bond Proceeds	\$ 500,000		\$ 292,527	
58	C-470 Bond Proceeds for Debt Service	\$ 8,089,750		\$ -	
59	<b>Total C-470 FY 2019-20 Available Budget and Revenue</b>	<b>\$ 24,716,750</b>	<b>\$ -</b>	<b>\$ 292,527</b>	
60	<b>Fiscal Year Allocations</b>				
61	Bond Debt Service		\$ 8,089,750	\$ 8,089,750	\$ -
62	General Reimbursable Expenses and Toll Processing Costs		\$ 2,938,000	\$ -	\$ 2,938,000
63	Corridor Operations & Maintenance		\$ 250,000	\$ 1,816	\$ 248,184
64	CDOT Staff Consulting		\$ 15,000	\$ -	\$ 15,000
65	Attorney General Fees		\$ 10,000	\$ -	\$ 10,000
66	Required Reserve Funds		\$ 4,335,000	\$ -	\$ 4,335,000
67	<b>Total C-470 FY 2019-20 Budget and Expenses</b>			<b>\$ 8,091,566</b>	<b>\$ 7,546,184</b>
68	<b>Total Allocations</b>	<b>\$ 59,436,177</b>	<b>\$ 8,378,536</b>		

**Cash balances as of June 30, 2020**

Pooled Cash	\$ 28,911,081
C-470 Bonds	\$ 11,894,095
C-470 TIFIA Loan	\$ 51,678,344
MEXL	\$ 416,452
Segment III Loan	\$ 333,087