

MEMORANDUM

TO: CTIO¹ BOARD OF DIRECTORS
FROM: PIPER DARLINGTON, BUDGET AND SPECIAL PROJECTS MANAGER, CTIO
SUBJECT: FISCAL YEAR 2023-24 PROPOSED ANNUAL BUDGET
DATE: DECEMBER 14, 2022

Purpose:

This memorandum presents a Fiscal Year (FY) 2023-24 Proposed Annual Budget Allocation Plan for Fund 537 (Statewide Transportation Enterprise Operating Fund) and Fund 536 (Statewide Transportation Enterprise Special Revenue Fund) for review by the Colorado Transportation Investment Office (CTIO) Board of Directors (the Board).

Action

The purpose of this memo is informational, and the staff is requesting a review by the Board.

Details:

CTIO FY 2023-24 budget allocations for the Statewide Transportation Enterprise Operating Fund (Fund 537) are based on the following revenue estimates:

- \$4,000,000 in Fee-for-Service revenue
- \$50,000 in interest income

CTIO anticipates allocating additional budget to various lines once FY 2023-24 starts by using a portion of its available roll forward from the current fiscal year. Part of the roll forward will also include a significant amount of budget available from the I-70 Floyd Hill Intra Agency Agreement (IAA) payment from CDOT. Additional details regarding the proposed allocations for Fund 537 are outlined in Attachment A: Fiscal Year 2023-24 Proposed Annual Budget Allocation Plan.

CTIO FY 2023-24 budget allocations for the Statewide Transportation Enterprise Special Revenue Fund (Fund 536) are based on the following revenue estimates:

- \$60,588,480 million in toll revenue from C470, Central 70, I-25 North US36 to Fort Collins (including Segments 23,3,6,7 and 8), I-25 South Monument to Castle Rock I-70 Eastbound and Westbound Mountain Express Lanes (MEXL).
- \$1,643,426 in HB 22-1074 Safety Enforcement Civil Penalties
- \$575,000 in interest income
- \$450,000 annual concessionaire management fee from Plenary Roads Denver
- \$1,150,000 in transponder revenue

¹ The High-Performance Transportation Enterprise (CTIO) is now doing business as the Colorado Transportation Investment Office (CTIO). CTIO is how the enterprise refers to itself now and in the future. However, the CTIO name is retained for legislative and legal documents.

In addition to revenues, CTIO will also have funding available from payments made under the Burnham Yard IAA, Central 70 Tolling Equity Program IAA, and reserve account balances for C-470 that are available for annual expenses. Additional details regarding the proposed allocations for Fund 536 are outlined in Attachment A: Fiscal Year 2023-24 Proposed Annual Budget Allocation Plan.

Options and Recommendations

The Board is asked to review the attached draft budgets and presentation, providing feedback as necessary.

Next Steps

CTIO staff will return with an FY 2023-24 Final Budget Allocation Plan for review and comment in February 2023, followed by a Final Budget Allocation Plan for adoption in March 2022.

Attachment

Attachment A: FY 2023-24 Proposed Annual Budget Allocation Plan for Fund 537 and Fund 536

Attachment B: Fiscal Year 2023-24 Budget Overview

Attachment A: FY 2023-24 Proposed Annual Budget Allocation Plan for Fund 537 and Fund 536

Fiscal Year 2023-24 Proposed Annual Budget Allocation Plan for Fund 537
Statewide Transportation Enterprise Operating Fund (C.R.S. 43-4-806(4)) 537

Line Item		Estimated Revenues	Proposed Allocations
1	Fiscal Year Revenues		
2	Fee for Service Payment	\$ 4,000,000	
3	Interest Earnings	\$ 50,000	
4	Reimbursement For Staff Time		
5	Total FY 2023-24 Revenue	\$ 4,050,000	
6	Fiscal Year Allocations		
7	Administrative Cost Center (T8700-537)		
8			
9	Overall Program Operations		
10	HPTE Staff Compensation		\$ (1,005,000)
11	CDOT Staff Charges		\$ (100,000)
12	Board Expenses		\$ -
13	Staff Training and Certifications		\$ (10,000)
14	Administrative and Office Needs		\$ (5,000)
15	Conferences and Industry Memberships		\$ (20,000)
16	In and Out of State Travel		\$ (25,000)
17	Total Overall Program Operations		\$ (1,165,000)
18	Technical Services		
19	Program Management		\$ -
20	Express Lanes Communications and Public Affairs Support		\$ (450,000)
21	Toll Operations Advisor		\$ (1,000,000)
22	Traffic & Revenue Advisor		\$ -
23	Aconex Document Management System		\$ (573,000)
24	Total Technical Services		\$ (2,023,000)
25	Financial Services		
26	Accounting Advisors and Annual Audit		\$ (20,000)
27	Surveillance and Ratings Fees		\$ -
28	General Financial Advisor		\$ (50,000)
29	Total Financial Services		\$ (70,000)
30	Legal Services		
31	Outside Legal Services		\$ (325,000)
32	Attorney General Fees		\$ (167,000)
33	Total Legal Services		\$ (492,000)
34	Strategic Project Development		
35	Transportation Infrastructure and P3 Advisor		\$ -
36	Strategic Partnerships and CDOT Project Support		\$ (300,000)
37	Miscellaneous		\$ -
38	Total Strategic Project Development		\$ (300,000)
39	Total Fund 537 FY 2023-24 Revenue	\$ 4,050,000	.
40	Total Fund 537 FY 2023-24 Allocations		\$ (4,050,000)
41	Remaining Budget		\$ -

Fiscal Year 2023-24 Proposed Annual Budget Allocation Plan for Fund 536

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

Line Item		Estimated Revenues	Proposed Allocations
1	US 36 Express Lanes (Cost Center T8620-536)		
2	Fiscal Year Revenues		
3	Annual Concessionaire Management Fee	\$ 450,000	
4	Interest Earnings	\$ 15,000	
5	Total US 36 FY 2023-24 Available Revenue	\$ 465,000	
6	Fiscal Year Allocations		
7	HPTE and CDOT Staff Time		\$ (34,000)
8	Project Oversight		\$ (425,000)
9	Annual Audit		\$ (1,000)
10	Attorney General Fees		\$ (5,000)
11	Miscellaneous Corridor Studies		\$ -
12	Total US 36 FY 2023-24 Allocations	\$ -	\$ (465,000)
13	Remaining Balance	\$ -	\$ -
14	I-25 Express Lanes		
15	US36 to Fort Collins (Cost Center T8630-536)		
16	Fiscal Year Revenues		
17	Segment 2	\$ 12,008,036	
18	Segment 3	\$ 8,299,000	
19	Segment 6/7/8	\$ 9,522,000	
20	Total I-25 North Tolling Revenue	\$ 29,829,036	
21	Transponder Revenue	\$ 650,000	
22	Interest Earnings	\$ 200,000	
23	Total I-25 North FY 2023-24 Revenue	\$ 30,679,036	
24	Fiscal Year Allocations		
25	HPTE and CDOT Staff Time		\$ (150,000)
26	Attorney General Fees		\$ (100,000)
27	General Reimbursable Expenses and Toll Processing Costs		\$ (4,211,800)
28	Sales Tax and Sales Tax Processing Costs		\$ (119,000)
29	Routine Maintenance		\$ (220,550)
30	Operations		\$ (1,401,000)
31	Capital Replacement-Tolling Equipment		\$ -
32	Miscellaneous Corridor Studies		\$ -
33	Tolling Backoffice System and Software Development		\$ (857,950)
34	Total I-25 North FY 2023-24 Allocations		\$ (7,060,300)
35	Remaining Balance		\$ 23,618,736
36	Monument to Castle Rock (the GAP) (Cost Center T8655-536)		
37	Fiscal Year Revenues & Funds		
38	Tolling Revenue	\$ 3,501,149	
39	Transponder Revenue	\$ 250,000	
40	Interest Earnings	\$ 60,000	
41	Total GAP FY 2023-24 Revenue	\$ 3,811,149	
42	Fiscal Year Allocations		
43	HPTE and CDOT Staff Time		\$ (150,000)
44	Attorney General Fees		\$ (5,000)
45	General Reimbursable Expenses and Toll Processing Costs		\$ (1,767,730)
46	Sales Tax and Sales Tax Processing Costs		\$ (44,000)
47	Routine Maintenance		\$ (456,000)
48	Operations		\$ (465,480)
49	Capital Replacement-Tolling Equipment Reserve		\$ -
50	Tolling Backoffice System and Software Development		\$ (125,416)
51	Total GAP FY 2023-24 Allocations		\$ (3,013,626)
52	Remaining Balance		\$ 797,524

Fiscal Year 2023-24 Proposed Annual Budget Allocation Plan for Fund 536		
Statewide Transportation Enterprise Special Revenue Fund (C.R.S. 43-4-806(3)(a)) 536		
53	Burnham Yard (Cost Center T8600-536)	
54	Fiscal Year Revenues & Funds	
55	CDOT Payment for Project Expenses per IAA	\$ 2,300,400
56	Proceeds for Debt Service (Capitalized Interest)	\$ 3,284,578
57	Interest Earnings	\$ 50,000
58	Total Burnham Yard FY 2023-24 Available Revenue and Funds	\$ 5,634,978
59	Fiscal Year Allocations	
60	Eligible Property Expenditures for Planning Activities	\$ -
61	Historic Building Preservation and Repair	\$ -
62	Security Services	\$ (548,350)
63	FY2023-24 Debt Service	\$ (1,094,859)
64	Total Burnham Yard FY 2023-24 Allocations	\$ (1,643,209)
65	Remaining Balance	\$ 3,991,769
66	I-70 West Mountain Express Lanes (MEXL)	
67	MEXL Eastbound and Westbound (Cost Center T8640-536)	
68	Fiscal Year Revenues & Funds	
69	Tolling Revenue	\$ 6,013,711
70	Interest Earnings	\$ 120,000
71	HB-22-1074 Safety Enforcement Civil Penalties	\$ 1,643,426
72	Total I-70 MEXL FY 2023-24 Revenue	\$ 7,777,137
73	Fiscal Year Allocations	
74	MEXL Loan Payment	\$ (4,056,503)
75	HPTe and CDOT Staff Time	\$ (150,000)
76	Attorney General Fees	\$ (5,000)
77	General Reimbursable Expenses and Toll Processing Costs	\$ (517,800)
78	Routine Maintenance	\$ (260,920)
79	Operations	\$ (995,480)
80	Capital Replacement-Tolling Equipment	\$ -
81	Loan Expenses (Note Registrar, Refinancing)	\$ (75,000)
82	Tolling Backoffice System and Software Development	\$ (41,662)
83	HB-22-1074 Implementation and Backoffice Costs	\$ (557,404)
84	Total I-70 MEXL FY 2023-24 Allocations	\$ (6,659,768)
85	Remaining Balance	\$ 1,117,369
86	C-470 Express Lanes (Cost Center T8650-536)	
87	Fiscal Year Funds and Revenue	
88	Tolling Revenue	\$ 11,258,184
89	Draws on Project Reserve Accounts	\$ 2,960,654
90	Interest Earnings	\$ 100,000
91	Total C-470 FY 2023-24 Available Funds	\$ 14,318,838
92	Fiscal Year Allocations	
93	Bond Debt Service	\$ (10,053,204)
94	HPTe and CDOT Staff Time	\$ (150,000)
95	Attorney General Fees	\$ (10,000)
96	General Reimbursable Expenses and Toll Processing Costs	\$ (1,856,000)
97	Routine Maintenance	\$ (420,610)
98	Operations	\$ (1,399,000)
99	Debt Monitoring and Surveillance Fees	\$ (150,000)
100	Tolling Backoffice System and Software Development	\$ (280,024)
101	Total C-470 FY 2023-24 Allocations	\$ (14,318,838)
102	Remaining Balance	\$ (0)
103	Central 70 (Cost Center T8660-536)	
104	Fiscal Year Funds and Revenue	
105	Tolling Revenue	\$ 9,986,400
106	Interest Earnings	\$ 150,000
107	Transponder Revenue	\$ 250,000
108	CDOT Payment for Project Administration per Approved IAA	\$ 1,000,000
109	Total Central 70 FY 2023-24 Available Revenue & Funds	\$ 11,386,400
110	Fiscal Year Allocations	
111	HPTe and CDOT Staff Time	\$ (150,000)
112	Attorney General Fees	\$ (5,000)
113	General Reimbursable Expenses and Toll Processing Costs	\$ (1,877,000)
114	Routine Maintenance	\$ (147,968)
115	Operations	\$ (539,000)
116	Tolling Equity Program Administration	\$ (350,000)
117	Tolling Backoffice System and Software Development	\$ (194,950.50)
118	Total Central 70 FY 2023-24 Allocations	\$ (3,263,919)
119	Remaining Balance	\$ 8,122,481
Total Fund 536 Revenues & Funds		\$ 74,072,538
Total Fund 536 Allocations		\$ (36,424,660)
Remaining Unbudgeted Funds		\$ 37,647,878