



MEMORANDUM

TO: HIGH PERFORMANCE TRANSPORTATION ENTERPRISE BOARD OF DIRECTORS
FROM: PIPER FRODE, HPTE BUDGET AND SPECIAL PROJECTS MANAGER
DATE: SEPTEMBER 19, 2018
SUBJECT: FIRST AMENDMENT TO THE FISCAL YEAR 2018-19 BUDGET

Requested Action

This memo provides information to the High Performance Transportation Enterprise (HPTE) Board of Directors (the Board) regarding a proposed change to the FY 2018-19 budget for Fund 536 (Special Revenue Fund). The Board is asked to review the proposed changes and approve Resolution #273, included as Attachment A, approving the First Budget Amendment of FY 2018-19.

Background

This month, the Board and the Transportation Commission (TC) are being asked to approve an Intra-Agency Agreement (IAA) between HPTE and CDOT for the I-270 Design Project. The IAA will authorize HPTE to contribute \$300,000 of I-25 North Segment 2 toll revenues in exchange for conceptual designs of Express Lane direct-connect ramps between I-270 and current Express Lanes on I-25 and U.S. 36, as well as future Express Lanes on Central 70.

Details

Per the HPTE Budget Process and Reporting Guidelines, any changes to the current approved annual budget resulting from new revenues or expenditures must be presented to the HPTE Board for review and approval. Since the IAA for I-270 will authorize \$300,000 of new I-25 North Segment 2 toll revenue expenditures, staff is presenting an amended budget for Fund 536. Line item numbers have been added to make changes easier to reference. All changes being made to the previously approved budget for Fund 536 are highlighted in yellow and included as Exhibit A under Attachment A. The two changes that have been made are:

I-25 North Express Lanes (Cost Center T8630-536)

- Line 30: An additional \$300,000 has been allocated to I-270 Design and Traffic Modeling

C-470 Express Lanes (Cost Center T8650-536)

- Line 52: A line for \$800,000 in Interest Earnings on Bond Proceeds has been added.

The Board also identified using excess I-25 North Segment 2 revenue for future innovative projects along the corridor as a priority when the Revenue Use Guidelines were established in January 2017. Staff feels that this use of funds is in alignment with that goal.

Key Benefits

Approval of first amendment to the FYT 2018-19 budget for Fund 536 will allow staff to move forward with executing the I-270 IAA and will allow CDOT to begin conceptual design work.

Options and Recommendations

1. Act on Resolution #273 adopting the amended budgets for Fund 536. **STAFF RECOMMENDATION**
2. Request additional information or changes to specific line items.
3. Deny the request.

Next Steps

- The amendment for Fund 536 is contingent upon TC approval of the I-270 Intra Agency Agreement (IAA). If the IAA is not approved, staff will return with an updated budget for the Board.

Attachment

Attachment A: Resolution #273 Approval of First Amendment to the Fiscal Year 2018-19 HPTE Budget

Attachment A:

Resolution – HPTE #273

Approval of First Amendment to the Fiscal Year 2018-19 HPTE Budget

WHEREAS, the General Assembly of the State of Colorado created the Colorado High Performance Transportation Enterprise (“HPTE”) as a government-owned business within the Colorado Department of Transportation (“CDOT”); 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)(l), C.R.S., the HPTE Board of Directors previously adopted annual budgets for fiscal year 2018-19 for Fund 536 and Fund 537 in March 2018; and

WHEREAS, the need has now arisen to amend the budgets for fiscal year 2018-19 for Fund 536 and/or Fund 537 (the “First Amendment”) to authorize the expenditure of additional moneys not anticipated at the time of adoption of the budgets, to be funded out of such revenue sources as identified in herein.

NOW THEREFORE BE IT RESOLVED, the amended fiscal year 2018-19 budget set forth in this First Amendment for Fund 536, attached hereto as **Exhibit A**, are hereby approved and adopted by the HPTE Board of Directors.

Signed as of September 19, 2019

Anthony Meneghetti
Secretary, HPTE Board

Exhibit A to HPTE Resolution #273

Amended (First Amendment) FY 2018-19 Budget

Fiscal Year 2018-19 Final Budget for Fund 536					
Statewide Transportation Enterprise Special Revenue Fund (C.R.S. 43-4-806(3)(a)) 536					
Line Item		Estimate Revenues- Adopted	Estimated Expenditures- Adopted	Revised Estimated Revenues	Revised Estimated Expenses
1	US 36 Express Lanes (Cost Center T8620-536)				
2	Fiscal Year Revenues				
3	Interest Earnings	\$ 217,000		\$ 217,000	
4	Annual Concessionaire Management Fee	\$ 400,000		\$ 400,000	
5	Total US 36 FY 2018-19 Available Revenue	\$ 617,000		\$ 617,000	
6	Fiscal Year Allocations				
7	CDOT Staff Consulting		\$ (5,000)		\$ (5,000)
8	Project Oversight		\$ (400,000)		\$ (400,000)
9	Toll Processing Oversight		\$ (197,000)		\$ (197,000)
10	Annual Audit		\$ (5,000)		\$ (5,000)
11	Attorney General Fees		\$ (10,000)		\$ (10,000)
12	Miscellaneous Corridor Studies		\$ -		\$ -
13	Total US 36 FY 2018-19 Allocations		\$ (617,000)		\$ (617,000)
14	US36 Remaining Balance		\$ -		\$ -
15	I-25 North Express Lanes (Cost Center T8630-536)				
16	Fiscal Year Revenues				
17	Tolling Revenue	\$ 7,565,373		\$ 7,565,373	
18	Transponder Revenue	\$ 500,000		\$ 500,000	
19	Interest Earnings	\$ 1,500		\$ 1,500	
20	I-25 North Loan Funds for Debt Service Payment	\$ 235,119		\$ 235,119	
21	Total I-25 N FY 2018-19 Available Revenue & Funds	\$ 8,301,991		\$ 8,301,991	
22	Fiscal Year Allocations				
23	I-25 North Loan Payment		\$ (470,237)		\$ (470,237)
24	Margin Rate Payment		\$ (155,973)		\$ (155,973)
25	CDOT Staff Consulting		\$ (15,000)		\$ (15,000)
26	Attorney General Fees		\$ (5,000)		\$ (5,000)
27	General Reimbursable Expenses and Toll Processing Costs		\$ (2,250,000)		\$ (2,250,000)
28	Corridor Operations & Maintenance		\$ (100,000)		\$ (100,000)
29	Note Registrar		\$ (1,000)		\$ (1,000)
30	I-270 Conceptual Design Project				\$ (300,000)
31	Total I-25 N FY 2018-19 Allocations		\$ (2,997,210)		\$ (3,297,210)
32	I-25 N Remaining Balance		\$ 5,304,781		\$ 5,004,781
33	I-70 West Mountain Express Lane (MEXL) (Cost Center T8640-536)				
34	Fiscal Year Funds and Revenue				
35	Tolling Revenue	\$ 2,257,275		\$ 2,257,275	
36	Interest Earnings	\$ 1,500		\$ 1,500	
37	MEXL Loan Funds for Debt Service	\$ 697,500		\$ 697,500	
38	Total I-25 N FY 2018-19 Available Revenue & Funds	\$ 2,956,275		\$ 2,956,275	
39	Fiscal Year Allocations				
40	MEXL Loan Payment		\$ (697,500)		\$ (697,500)
41	Margin Rate Payment		\$ (231,354)		\$ (231,354)
42	CDOT Staff Consulting		\$ (15,000)		\$ (15,000)
43	Attorney General Fees		\$ (1,000)		\$ (1,000)
44	General Reimbursable Expenses and Toll Processing Costs		\$ (270,000)		\$ (270,000)
45	Corridor Operations & Maintenance		\$ (150,000)		\$ (150,000)
46	Note Registrar		\$ (1,000)		\$ (1,000)
47	Total I-70 W MEXL FY1 2018-19 Allocations		\$ (1,365,854)		\$ (1,365,854)
48	I-70 W MEXL Remaining Balance		\$ 1,590,421		\$ 1,590,421
49	C-470 Express Lanes (Cost Center T8650-536)				
50	Fiscal Year Funds and Revenue				
51	C-470 Bond Proceeds for Debt Service	\$ 8,089,750		\$ 8,089,750	
52	Interest Earnings on Bond Proceeds			\$ 800,000	
53	Total C-470 FY 2018-19 Available Funds	\$ 8,089,750		\$ 8,889,750	
54	Fiscal Year Allocations				
55	Bond Debt Service		\$ (8,089,750)		\$ (8,089,750)
56	Total I-70 W MEXL FY1 2018-19 Allocations		\$ (8,089,750)		\$ (8,089,750)
57	I-70 W MEXL Remaining Balance		\$ -		\$ 800,000
Total Fund 536 Revenues & Funds		\$ 19,965,017		\$ 20,765,017	
Total Fund 536 Allocations		\$ (13,069,814)		\$ (13,369,814)	
Remaining Unbudgeted Funds		\$ 6,895,202		\$ 7,395,202	