
HRTAC FY2023-FY2028 Plan of Finance Update
Approved June 16, 2022 - Information

Background:

During FY2022, HRTAC Staff developed a Proposed FY2023-FY2028 Plan of Finance Update – Six Year Operating and Capital Program of Projects – Transit Regional High Priority Projects as an update to the Commission’s adopted Financial Plan. This effort to update the Financial Plan included HRTAC Staff, employing financial consultant services, general counsel, and Hampton Roads Transit Staff. The purpose of updating the Financial Plan is to provide current direction on project financing, revenue assumptions, and timing that will be used as the Commission’s current financial plan. The proposed FY2023-FY2028 Plan of Finance Update – Six Year Operating and Capital Program of Projects – Transit Regional High Priority Projects includes the FY2023 funding request made by Hampton Roads Transit and the related continued support of the operations and maintenance of eligible regional transit services. This update will guide the Commission and inform others through advancing project construction readiness, operations, and planning. The Commission is required to conduct a public hearing on the Proposed FY2023-FY2028 Plan of Finance Update – Six Year Operating and Capital Program of Projects – Transit Regional High Priority Projects to receive public comments for consideration in the Commission’s action, which action is expected to be taken not later than at its June 16, 2022 Annual Organizational meeting.

At the March 17, 2022 Special Commission Meeting, the Commission: i. Accepted the Finance Committee recommendation to endorse; ii. Endorsed the Proposed FY2023-FY2028 Plan of Finance Update – Operating and Capital Program of Projects – Transit Regional High Priority Projects, as an update to the to the HRTAC-adopted Financial Plan; and, iii. Authorized HRTAC Staff to conduct a public hearing on the Proposed FY2023-FY2028 Plan of Finance Update – Six Year Operating and Capital Program of Projects – Transit Regional High Priority Projects, as an update to the HRTAC-adopted Financial Plan to include certain modifications for the Region’s High Priority Projects and additional revenues based on new or updated information. At 10:30 a.m. on April 11, 2022, the Executive Director conducted a public hearing and no one from the public submitted oral or written comments. On June 16, 2022, the Commission approved the HRTAC FY2023-FY2028 Plan of Finance Update at its Annual Organizational meeting.

Fiscal Impact:

The Approved HRTAC FY2023-FY2028 Plan of Finance Update – Six Year Operating and Capital Program of Projects – Transit Regional High Priority Projects updates the funding plan for the Commission to provide \$253.44 million (a \$36.04M increase to the Approved FY2022-FY2027 Plan of Finance Update) for transit regional high priority projects FY2021 through FY2028.

Highway Regional Priority Projects (in \$MM)

Highway Regional Priority Projects Costs and Expenses

	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total	HRTAC HRTF Paygo	HRTAC HRTF	HRTAC Toll Debt	VDOT & Other
Admin & Project Development Costs	\$25	\$7	\$8	\$8	\$8	\$7	\$7	\$69	\$69			
I-64 Peninsula Widening	\$531							\$531	\$2	\$309		\$221
I-64/I-264 Interchange Improvement	\$362							\$362	\$10	\$280		\$72
I-64 Southside/High Rise Bridge Project Development	\$527							\$527	\$1	\$431		\$95
HRBT	\$46							\$46	\$46			
HRELN	\$2,284	\$546	\$532	\$381	\$20			\$3,762	\$1,595	\$1,622	\$345	\$200
	\$77	\$123	\$315	\$341	\$219	\$42		\$1,117	\$276	\$301	\$270	\$270
Total	\$3,852	\$676	\$854	\$730	\$248	\$48	\$7	\$6,415	\$1,999	\$2,942	\$615	\$858

Funding Sources

	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
VDOT & Other	\$428	\$61	\$154	\$150	\$49	\$16		\$858
HRTAC HRTF Paygo	\$783	\$571	\$409	\$196	\$8	\$25	\$7	\$1,999
HRTAC HRTF Debt	\$2,642	\$43	\$257					\$2,942
HRTAC Toll Debt			\$34	\$384	\$190	\$7		\$615
Total	\$3,852	\$676	\$854	\$730	\$248	\$48	\$7	\$6,415

a) *HRELN VDOT Other Funding assumes: \$93.1M state appropriation, \$124M IIJA Bridge funds, \$24M VDOT IOEP funds, and up to, on a last dollar in basis, \$28M VDOT TFRA funds for toll integration (CTB allocation applies)

HRTF Cash Flow

	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
Revenues								
HRTF Tax Revenues:								
Sales Tax								
Sales Tax	\$1,268,731,211	\$186,800,000	\$192,200,000	\$197,000,000	\$198,200,000	\$199,200,000	\$200,000,000	\$2,442,131,211
Fuels Tax	\$410,992,465	\$58,900,000	\$59,700,000	\$60,200,000	\$60,700,000	\$61,700,000	\$63,100,000	\$775,292,465
Total	\$1,679,723,676	\$245,700,000	\$251,900,000	\$257,200,000	\$258,900,000	\$260,900,000	\$263,100,000	\$3,217,423,676
Investment Revenues:								
Interest Income								
Interest Income	\$2,358,847	\$4,631,563	\$3,076,139	\$1,755,847	\$1,286,241	\$2,314,314	\$2,360,870	\$17,783,821
Investment Income	\$60,840,417	\$12,844,458	\$9,334,185	\$4,451,023	\$3,758,114	\$4,905,259	\$6,074,006	\$102,207,462
Total	\$63,199,264	\$17,476,021	\$12,410,324	\$6,206,870	\$5,044,355	\$7,219,573	\$8,434,876	\$119,991,283
Total Revenues	\$1,742,922,940	\$263,176,021	\$264,310,324	\$263,406,870	\$263,944,355	\$268,119,573	\$271,534,876	\$3,337,414,959
Payments								
HRTF Debt Payments:								
HRTF Debt Payments:	\$181,726,013	\$56,287,088	\$62,900,025	\$79,701,608	\$80,217,917	\$112,734,722	\$113,346,653	\$686,914,026
HRTF Admin & Proj. Dev. Budget	\$24,789,106	\$7,140,611	\$7,515,494	\$7,910,057	\$8,325,335	\$6,618,702	\$6,966,184	\$69,265,489
HRTF Operating Reserve Fund Deposit (Release)	\$7,854,673	\$412,370	\$434,020	\$456,806	\$1,877,296	\$382,230	\$402,297	\$8,065,099
Total	\$32,643,779	\$7,552,982	\$7,949,513	\$8,366,863	\$6,448,039	\$7,000,932	\$7,368,481	\$77,330,588
Paygo Allocation to Highway Projects	\$758,161,890	\$564,278,258	\$401,054,704	\$187,946,083		\$18,491,982		\$1,929,932,917
Paygo Payments to Financing Costs:								
Toll TIFIA DSRF - Initial Deposit								\$38,092,956
Tolling M&R Reserve - Initial Deposit								\$9,000,000
Toll Revenue Stabilization Fund								\$10,000,000
HRTF TIFIA DSRF - Initial Deposit	\$26,834,750				\$37,168,571			\$64,003,321
Total	\$26,834,750				\$46,168,571			\$121,096,277
Total Payments	\$991,511,759	\$628,118,327	\$471,904,242	\$276,014,554	\$132,834,526	\$138,227,636	\$168,808,090	\$2,815,273,808
HRTF Cash Unobligated								
Annual Deposit (Draws)								
Annual Deposit (Draws)		\$-364,942,306	\$-207,593,918	\$-12,607,684	\$131,109,829	\$129,891,937	\$102,726,786	\$522,141,150
Carry Over from Prior Year		\$743,556,508	\$378,614,202	\$171,020,283	\$158,412,599	\$289,522,428	\$419,414,365	
Ending Balance		\$743,556,508	\$378,614,202	\$171,020,283	\$158,412,599	\$289,522,428	\$419,414,365	\$522,141,150

*Negative annual deposits indicate drawing on previous year's cash available balance

** Paygo Allocation to Highway Projects does not include admin and project development cost payments

Toll Revenue Cash Flow

	Prior Years	FY 2025	FY 2026	FY 2027	FY 2028	Total
Revenues						
Gross Revenues		\$11,134,939	\$29,929,650	\$42,591,281	\$47,395,565	\$131,051,434
Investment Earnings				\$254,460	\$511,790	\$766,250
<i>Total Revenues</i>		<i>\$11,134,939</i>	<i>\$29,929,650</i>	<i>\$42,845,741</i>	<i>\$47,907,355</i>	<i>\$131,817,685</i>
Payments						
Tolling O&M Expenditure		\$202,656	\$13,632,153	\$15,937,751	\$16,863,792	\$46,636,352
Tolling O&M Reserve Deposit				\$576,400	\$231,510	\$807,910
Debt Service Fund - Mandatory						
Debt Service Fund - Scheduled					\$18,020,527	\$18,020,527
TIFIA DSRF Deposit						
Tolling M&R Reserve			\$13,037,998	\$26,331,590	\$12,791,526	\$52,161,113
<i>Total Payments</i>		<i>\$202,656</i>	<i>\$26,670,150</i>	<i>\$42,845,741</i>	<i>\$47,907,355</i>	<i>\$117,625,902</i>
Toll Revenues Unobligated						
Annual Deposit(Draws)		\$10,932,284	\$3,259,499			\$14,191,783
Carry Over from Prior Year			\$10,932,284	\$14,191,783	\$14,191,783	
Ending Balance		\$10,932,284	\$14,191,783	\$14,191,783	\$14,191,783	

Transit Regional Priority Projects (in \$MM)

Transit Regional Priority Projects Costs and Expenses								
	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
Admin & Project Development Costs	\$0.40	\$0.25	\$0.27	\$0.28	\$0.30	\$0.31	\$0.33	\$2.13
Transit Bus Expansion Project (Group A&B)	\$9.31	\$4.38						\$13.69
Bus Shelter	\$3.27							\$3.27
Regional Transit System Technology	\$0.60							\$0.60
Net Center Replacement	\$0.06							\$0.06
New Bus Operating Facility - Southside	\$1.00							\$1.00
Robert Hall Transfer Center Replacement	\$0.10							\$0.10
Evelyn T. Butts Project	\$0.10							\$0.10
RTS Operations and Maintenance	\$5.73	\$18.67	\$28.98	\$36.44	\$37.72	\$38.77	\$39.72	\$206.03
RTS Development and Support Services	\$4.95							\$4.95
New Bus Operating Division	\$6.71	\$0.60	\$2.49	\$2.49	\$2.49			\$14.78
Bus Stop Amenity Program RTS Network	\$5.33							\$5.33
Paratransit Fleet		\$0.47						\$0.47
Non-Revenue Fleet		\$0.95						\$0.95
Total	\$37.54	\$25.32	\$31.74	\$39.21	\$40.50	\$39.08	\$40.05	\$253.44

Funding Sources								
	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
HRTAC HRRTF	\$37.54	\$25.32	\$31.74	\$39.21	\$40.50	\$39.08	\$40.05	\$253.44

*Include a funding application presented to HRTAC for FY 2023 funds and projected Operation and Maintenance costs in future years

HRRTF Cash Flow

	Prior Years	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
Revenues								
Grantor's Tax	\$15,755,462	\$8,200,000	\$8,200,000	\$8,200,000	\$8,200,000	\$8,200,000	\$8,200,000	\$64,955,462
Transient Occupancy Tax	\$12,671,691	\$11,700,000	\$12,300,000	\$12,900,000	\$13,000,000	\$13,000,000	\$13,000,000	\$88,571,691
Recordation Tax Transfer	\$40,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$160,000,000
Total	\$68,427,153	\$39,900,000	\$40,500,000	\$41,100,000	\$41,200,000	\$41,200,000	\$41,200,000	\$313,527,153
HRRTF Investment Revenues:								
HRRTF Interest Income	\$82,644	\$584,210	\$1,096,183	\$724,791	\$298,821	\$389,534	\$329,724	\$3,505,907
HRRTF Investment Income		\$1,620,158	\$3,326,238	\$1,837,326	\$873,090	\$825,629	\$848,308	\$9,330,748
Total	\$82,644	\$2,204,368	\$4,422,421	\$2,562,118	\$1,171,911	\$1,215,162	\$1,178,031	\$12,836,654
Total Revenues	\$68,509,797	\$42,104,368	\$44,922,421	\$43,662,118	\$42,371,911	\$42,415,162	\$42,378,031	\$326,363,807
Payments								
HRRTF Admin & Proj. Dev. Budget	\$399,166	\$253,228	\$266,522	\$280,514	\$295,241	\$310,742	\$327,055	\$2,132,468
Paygo Allocation for Transit Projects	\$37,142,096	\$25,062,529	\$31,469,945	\$38,933,980	\$40,205,183	\$38,772,910	\$39,721,432	\$251,308,075
Deallocated Funding Returned								
Total Payments	\$37,541,262	\$25,315,757	\$31,736,467	\$39,214,494	\$40,500,424	\$39,083,652	\$40,048,487	\$253,440,543
HRRTF Cash Unobligated								
Annual Deposit (Draws)	\$30,885,891	\$16,788,611	\$13,185,954	\$4,447,623	\$1,871,486	\$3,331,511	\$2,329,544	\$72,923,264
Carry Over from Prior Year		\$30,968,535	\$47,757,146	\$60,943,100	\$65,390,723	\$67,262,209	\$70,593,720	
Ending Balance	\$30,885,891	\$47,757,146	\$60,943,100	\$65,390,723	\$67,262,209	\$70,593,720	\$72,923,264	