

Transportation Toll Facility Advisory Committee

AGENDA

January 20, 2022

11:30AM

**Great Bridge
Recreation Center**

- Call Meeting to Order
- Approval of Meeting Minutes
- Chesapeake Transportation System Financial & Traffic Summary – CTS Staff
- SNJB Update – SNJB Staff
- New Business/Discussion
- Next Meeting – April 14, Location TBD

Chesapeake Transportation System – Update

Transportation Toll Facility Advisory Committee

January 20, 2022

Fiscal Year-to-Date Update

- Despite ongoing COVID impacts, CTS Traffic and Revenue rebounded nicely
 - CTS System Revenue currently exceeds prior year, pre-pandemic and forecast!!!!
 - CTS System Traffic currently exceeds prior year, pre-pandemic and forecast!!!!
- At this time, both S&P and Fitch Rating Services have a “BBB+” debt rating on CTS debt; S&P currently has ‘negative outlook’ and Fitch has a ‘stable outlook’
- Toll rates increased on the Chesapeake Expressway on May 1 and on Dominion Blvd. Veterans Bridge on July 1
- City is developing refinancing alternatives for possible refinancing of the Series A Bonds this summer
- City Council Work Session on Tuesday, February 8
- No changes to the adopted toll rate schedules are recommended

CTS Toll Rates

Chesapeake Expressway

Date Range	Regular Rate			Peak Season Weekend Rate (1)			Discount Program (2)	
	Motorcycle	2 Axles	3+ Axles	Motorcycle (3)	2 Axles	3+ Axles	2 Axles	3+ Axles
5/1/21 - 4/30/26	\$1.00	\$4.00	\$5.00	\$3.00	\$9.00	\$10.00	\$1.00	\$2.25

- Next scheduled toll increase – peak season only, 2026

Dominion Blvd. Veterans Bridge

Fiscal Year Ending 6/30	E-ZPass Toll Rates by Vehicle Class			Non E-ZPass Toll Rates by Vehicle Class		
	Class 1	Class 2	Class 3	Class 1	Class 2	Class 3
2022	\$1.28	\$1.92	\$3.20	\$3.28	\$3.92	\$5.20

- Toll increases by 5% each July 1

CTS Fiscal Year Summary - Revenue

(From Monthly Disclosure Report)

System Revenue:	FY22 YTD	FY21 YTD	% Incr (Decr) YOY	FY22 Forecast YTD	% Over (Under) Forecast
Expy Actual	10,908,932	8,552,396	27.6%	8,474,568	28.7%
DBVB Actual	7,167,189	6,189,458	15.8%	7,087,156	1.1%
System Actual	18,076,121	14,741,854	22.6%	15,561,724	16.2%
Avg. Daily Revenue	49,524	40,389	22.6%	42,635	16.2%

System performance for FY22 is well above Dec-2020 forecast for Expressway and slightly above for DBVB.

Note: "Forecast YTD" represents the annual forecast value pro-rated at 56.3% for Expressway (historical average collection % Jul-Dec) and at 50% for DBVB.

CTS Financial Summary – Expenses

System Operating Expenses:	FY22 YTD	FY21 YTD	% Incr (Decr) YOY	FY22 Op Budget	% Op Budget Expended
Total FY22 YTD	4,797,952	4,526,041	6.0%	11,128,227	43.1%

- YTD expenses at \$4,797,952 vs. \$4,526,041 in prior year
- 43.1% of operating budget expended thru 2nd quarter FY2022
- Expenses currently estimated to be near budget at FYE
- Largest expenses YTD: Back Office Contract for TBP Processing, Customer Service and Delinquent Account Collections; Personnel; VDOT E-ZPass fees
- Upcoming large expenditures – R&R Construction – three new capital projects (covered by previous R&R annual deposits)

Chesapeake Expressway Traffic Summary

Traffic Highlights:

- FY22 YTD Traffic has Increased 6.2% over FY21, and is approx. 30% above Forecast
 - Cash Transactions are DOWN 3.7%
 - Full Fare E-ZPass transactions were UP 4.1% and Discount Program transactions increased by 14.6%
- E-ZPass comprised 82.8% of all transactions, which increased from 81.1% in FY21 YTD
- Cash transactions comprised 17.1% of all transactions, down from 18.9% in FY21 YTD.
- Violation rate remains approximately 3 - 4%, with 40+% of toll violations collected via the 10-day Vtoll (recycle) process

Dominion Blvd. Veterans Bridge – Traffic Summary

Traffic Highlights:

- FY22 YTD Traffic has Increased 13.5% over FY21 YTD, and is 1.2% ABOVE Forecast
 - Toll-by-Plate Transactions are UP 13.7%
 - E-ZPass transactions were UP 13.4%
- E-ZPass comprised 84.5% of all transactions, which is the same as FY21
- TBP transactions comprised 15.5% of all transactions, which is the same as FY21
- Violation rate remains approximately 3.8%, with approx. 36% of invalid E-Zpass toll violations and 22% of TBP license plate reads collected via the 10-day Vtoll (recycle) process

Approximately \$476,000 has been collected from delinquent accounts.

Upcoming CTS Projects

- Chesapeake Expressway repaving cycle begins this year; conducted in 3 phases
- Renewal and Replacement – 2 projects; 1 currently being reviewed by Purchasing and prepared for advertisement and 1 currently in plan development w/ delivery scheduled for late April
- Variable Message Sign Replacement – design work to begin later this year
- Dominion Blvd. Roadway Lighting Maintenance Contract – Scope of Work under review by Purchasing
- Dominion Blvd. Veterans Bridge Toll System Upgrade – FY23

Questions/Comments?

("Snow" is a 4-letter word!!)