

**Hampton Roads Transportation
Accountability Commission (HRTAC)
HRBT Funding Agreement Advisory Committee Meeting
Summary Minutes of the December 10, 2018 Meeting**

The meeting of the Hampton Roads Transportation Accountability Commission (HRTAC) HRBT Funding Agreement Advisory Committee was held in the Regional Building Boardrooms, 723 Woodlake Drive, Chesapeake, Virginia, with the following in attendance:

HRTAC HRBT Funding Agreement Advisory Committee Members in Attendance:

Michael Hipple, Chair	Donnie Tuck
Kenneth Alexander	Frank Wagner

HRTAC HRBT Funding Agreement Advisory Committee Members Absent:

Delegate Chris Jones

HRTAC Executive Director

Kevin Page

Other Participants:

Eric Ballou, Kaufman & Canoles	Tom Inglima, Willcox & Savage
Kathleen Bowe, PFM	David Miller, PFM
Nelson Bush, PFM	Liang Shan, PFM
Megan Gilliland, Kaufman & Canoles	Chuck Wall, Seyfarth Shaw

* Denotes Late Arrival or Early Departure

Others Recorded Attending:

Amy Inman (NO); Robin Grier (VDOT); Taylor Guishard-Drummond, Camron Jordan (Veteran Reporters); Jennifer Hodnett (HRTAC); Danetta Jankosky, Tiffany Smith, Sheila Wilson (HRPDC); Rob Case, Mike Kimbrel (HRTPO)

Call to Order

Chair Hipple called the HRBT Funding Agreement Advisory Committee meeting to order at 10:02 a.m.

Approval of Agenda

Mr. Donnie Tuck Moved to approve the agenda; Mr. Kenneth Alexander seconded. The Motion Carried.

Public Comment Period (limit 5 minutes per individual)

No public comments were made.

Chair Comments

Chair Hipple did not have any comments for the Committee.

Consent Items

5A. Minutes of the October 5, 2018 Meeting

Mr. Kenneth Alexander Moved to approve the minutes of the October 5, 2018 Meeting; seconded by Mr. Donnie Tuck. The Motion Carried.

Due to the meeting format being concurrent with the HRTAC Finance Committee, Chairman Hipple Moved for the HRTAC HRBT Funding Agreement Advisory Committee to recess at 10:03 a.m., seconded by Senator Frank Wagner. The Motion Carried.

The HRTAC Finance Committee called to order at 10:03 a.m. and conducted its initial business.

Chair Hipple of the HRTAC HRBT Funding Agreement Advisory Committee called the Committee back to order at 10:08 a.m.

HRBT Funding Agreement Advisory Committee Action Items

6A. HRBT Funding Agreement Advisory Committee – Briefing on P3 for HRBT Expansion Project and related project work streams including development of Term Sheet, and review potential revenues and action items for HRTAC in respect of the P3, the prospective HRBT Funding Agreement, and the prospective Regional Tolling Network Agreement – Closed Session as needed

HRTAC Executive Director, Kevin Page, referenced the ongoing discussions in regards to tolling and the overall budget of \$3.562 Billion and the effects on the HRBT project. He reviewed the projects total lane miles and number of trestles. Mr. Page identified the different sources of funding and the amount for the project. Additionally, he acknowledged these numbers were fluid dependent upon the toll revenue model used and Smart Scale funds received.

Chair Wagner confirmed that in the sequence of construction events, the trestle replacement would occur after the new facilities had been built. Mr. Page noted the trestle replacement portion of the project could take 18 months, however, VDOT has included south trestle replacements in the final RFP but has not identified funding.

Mr. Page stated the estimate for replacement of the south trestles was \$375 Million and that HRTAC's original budget of \$3.562 Billion did not include the replacement of those structures. The budget proposed by VDOT is \$3.662 Billion.

The Committee was shown a table outlining the six tolling scenarios and the results. Mr. David Miller, PFM, clarified the tolling revenue generated was essentially the same whether the entire Hampton Roads Express Lane Network or only the HRBT and High Rise Bridge were tolled.

Mr. Thomas Inglema, HRTAC Legal Counsel, clarified that the HRBT project amount included in HRTAC's six year plan was a not to exceed number. He further summarized the conversations and actions between HRTAC and VDOT in regards to determining the responsible paying party for the south trestles.

Mr. Miller explained the adverse effects to HRTAC if HRTAC financed the trestle replacement and was then reimbursed by VDOT over time. He highlighted the effective share of the cost that HRTAC would incur using 10, 20 and 30 year debt models.

Mr. Inglema explained that such adverse effects would include the loss of those revenues to be leveraged for other regionally significant projects.

Committee discussion ensued in regards to the differences between HRTAC and the Northern Virginia Tolling Authority (NVTA) in regards to tolling authority, source of funds and ownership of the roads once completed.

Mr. Inglema highlighted the next steps in the process, including the need to request in writing that the Hampton Roads Transportation Planning Organization (HRTPO) amend the Transportation Improvement Program (TIP) to include the HRBT project. He further noted the project had to be fiscally constrained to be included in the TIP and that HRTAC's approved \$3.562 Billion funding plan did not include funds for the replacement of the south trestles.

Committee members agreed that the project needed to be a statewide priority and that VDOT needed to finance the replacement of the south trestles.

Adjournment

With no further business to come before the Hampton Roads Transportation Accountability Commission Finance Committee, the meeting adjourned at 11:10 a.m.



Michael J. Hipple
HRBT Funding Agreement Advisory Committee Chair