

I-81 CORRIDOR IMPROVEMENT PROGRAM FINANCE UPDATE

I-81 Committee Briefing

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Outline

- **Fiscal Year 2020 revenue performance**
- **Legislative update**
- **Proposed funding structure**
- **Current debt issuance plan**
- **Next steps**

Fiscal Year 2020 Performance (in millions)

Interstate 81 Improvement Fund

Source	Estimate (February 2020)	Actual Collections
Regional Fuels Tax	\$55.0	\$69.8
Truck Registration Fee (IRP/License Fee)	30.2	19.3
Road Tax	6.8	3.3
Interest	-	0.7
TOTAL	\$92.0	\$93.1

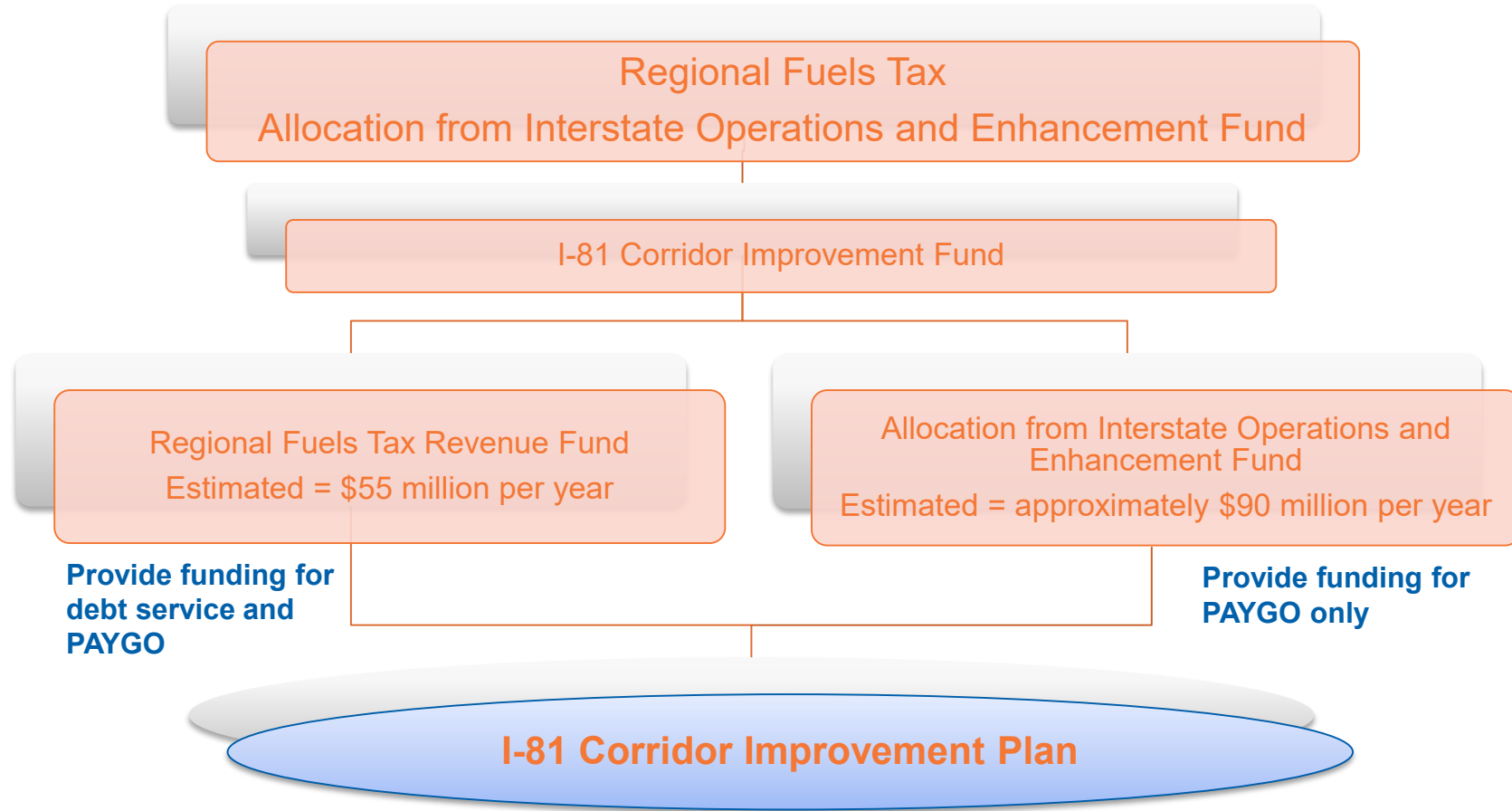
Project Expenditures through June 30, 2020	\$7.6
Cash Balance on June 30, 2020	\$85.5

Legislative Updates to Program

Chapters 1230 and 1275 (HB 1414 and SB 890)

- **Authorized the sale and issuance of bonds, with an aggregate principal amount of \$1 billion**
- **Updated the localities contributing to fuel tax revenue for I-81 Fund. They are now limited to those where I-81 passes through it or it is a city which is wholly encompassed by a county through which I-81 passes.**
- **Funding for corridor provided through the Interstate Operations and Enhancement Program**
Statewide revenue sources committed to the Commonwealth Transportation Fund

Funding Structure



Note:

1. Operational Improvement Projects funded by paygo cash only
2. Capital Improvement Projects funded by paygo and debt proceeds

Current Debt Issuance Plan

- **Senior lien – municipal bonds issued in the public market**
- **Junior lien – municipal bonds and/or federal Transportation Infrastructure Finance and Innovation Act (TIFIA) loans**
- **Issuance timing and amounts match project annual payout needs**

Next Steps

- **Currently updating financial model with latest project estimates and schedules**
 - **December revenue estimate will provide long-term forecast**
- **Re-engage indicative rating processes with Rating Agencies while working on TIFIA Letter of Interest (LOI)**
- **Begin work on documents and associated approvals for bond transaction**
 - **Anticipate senior lien bond issuance in Spring 2021**
- **Incorporate use of debt into the Six-Year Improvement Program in the spring and the FY 2022 SYIP Update**