

MTC Express Lanes 10-Year Financial Plan & Reserves Policy

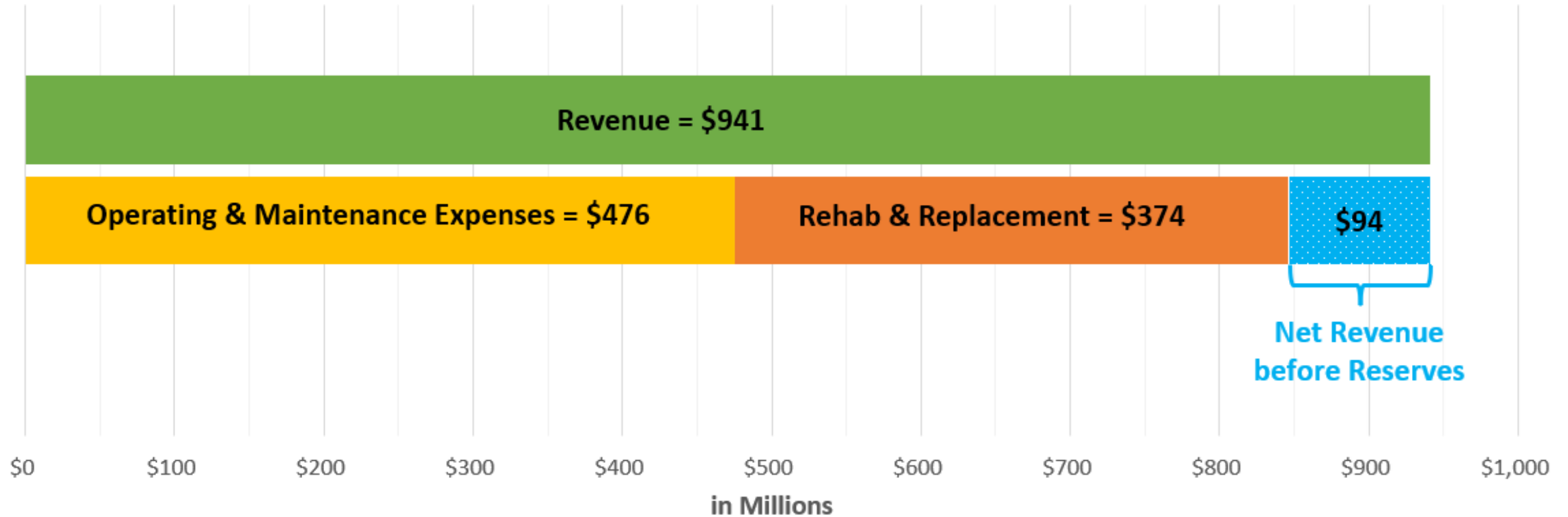
BAIFA Network and Operations Committee
March 8, 2024

Discussion Topics

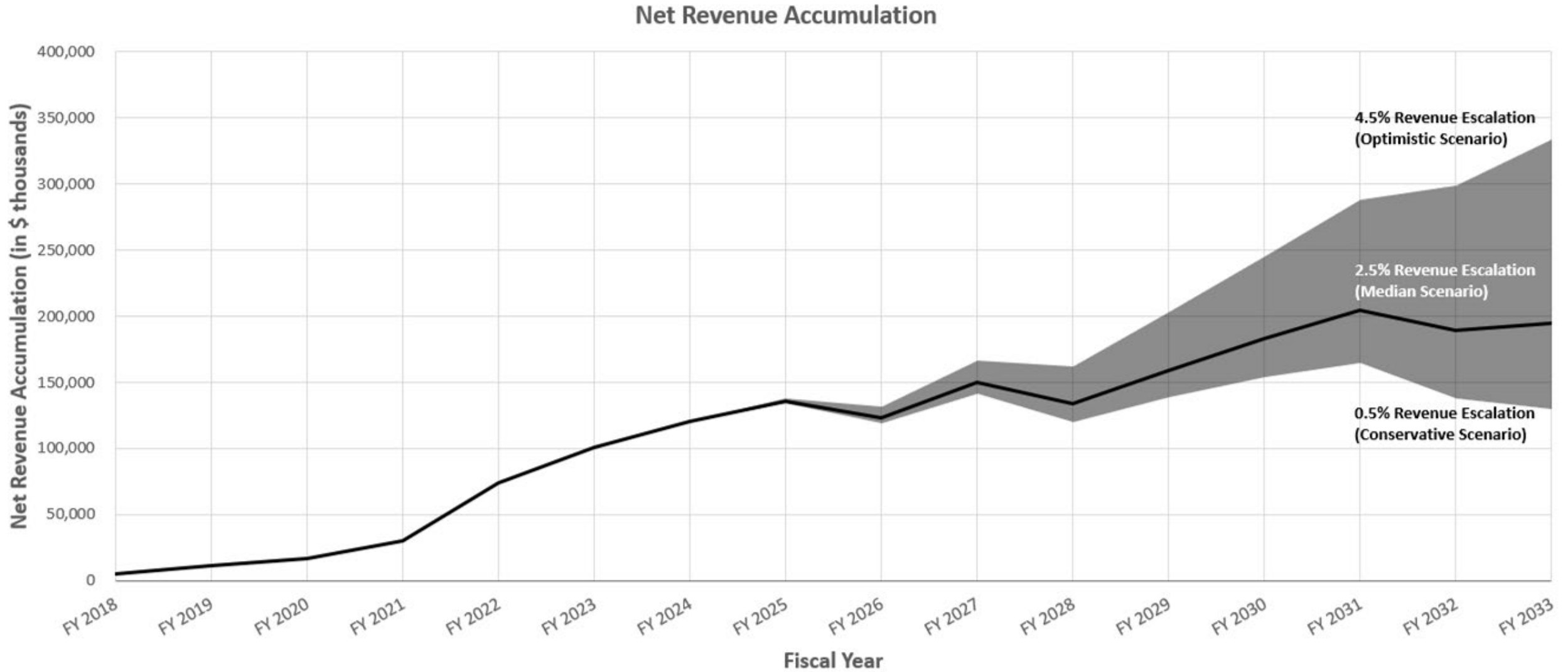
- Financial plan (BAIFA Resolution No. 52) and reserves policy (BAIFA Resolution No. 53) for adoption
- Express lanes work plan and policy considerations
- Next steps

Express Lane Financial Spotlight (in total)

Network – 10-Year Projection (FY 24-33)



Potential Revenue Variability



Reserves Policy Considerations

Fund	Considerations	Estimated Range
O&M Reserve Fund	Safeguard 12 months of Fixed O&M costs for operations.	\$20 M - \$30 M
Emergency Reserve Fund	Safeguard funding for emergency reconstruction, repair, and operations.	\$25M
Capital R&R Reserve Fund	Safeguard 3-year maximum of R&R costs for essential R&R needs, including any shortfall needed for emergencies.	\$135M
Total Reserves	Preliminary Range	\$180 M - \$190 M

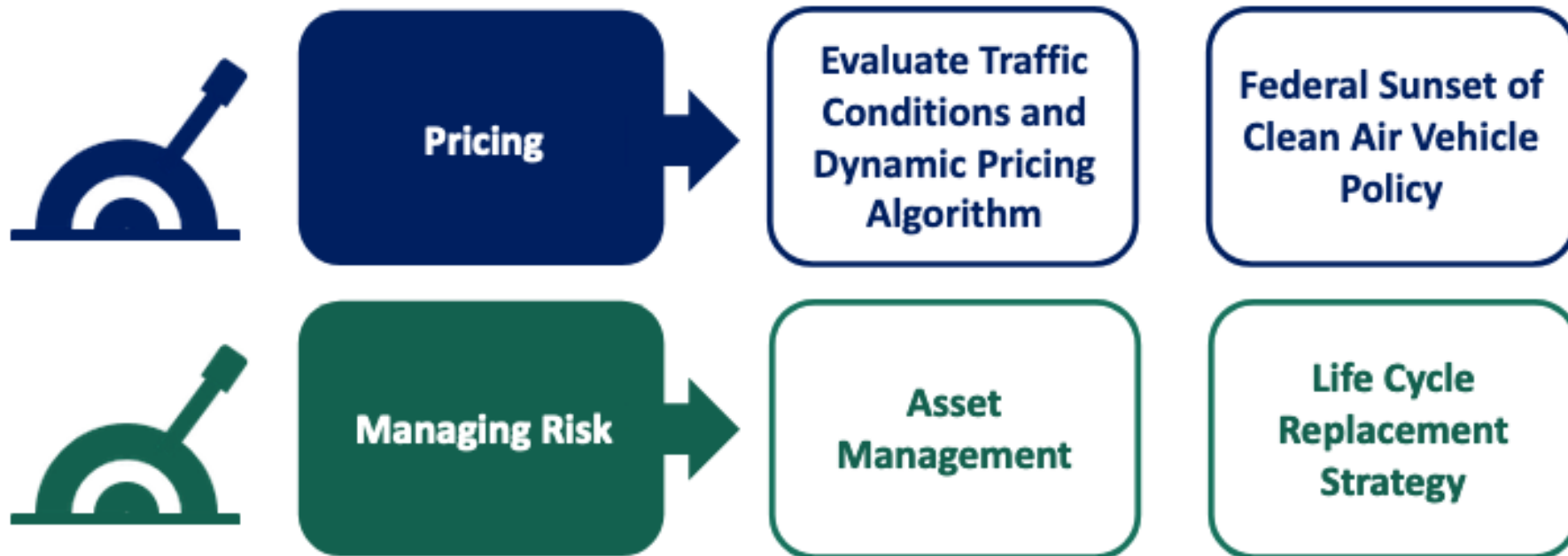
Express Lanes Work Plan

In addition to the Reserves Policy, the plans and policies in the following areas can alter these financial plan projections:

- Operational Refinement
- Solano I-80 Express Lanes Implementation
- Next Generation Express Lane Toll System
- Pilot Programs: Occupancy Enforcement and Equity
- Plan Bay Area 2050+

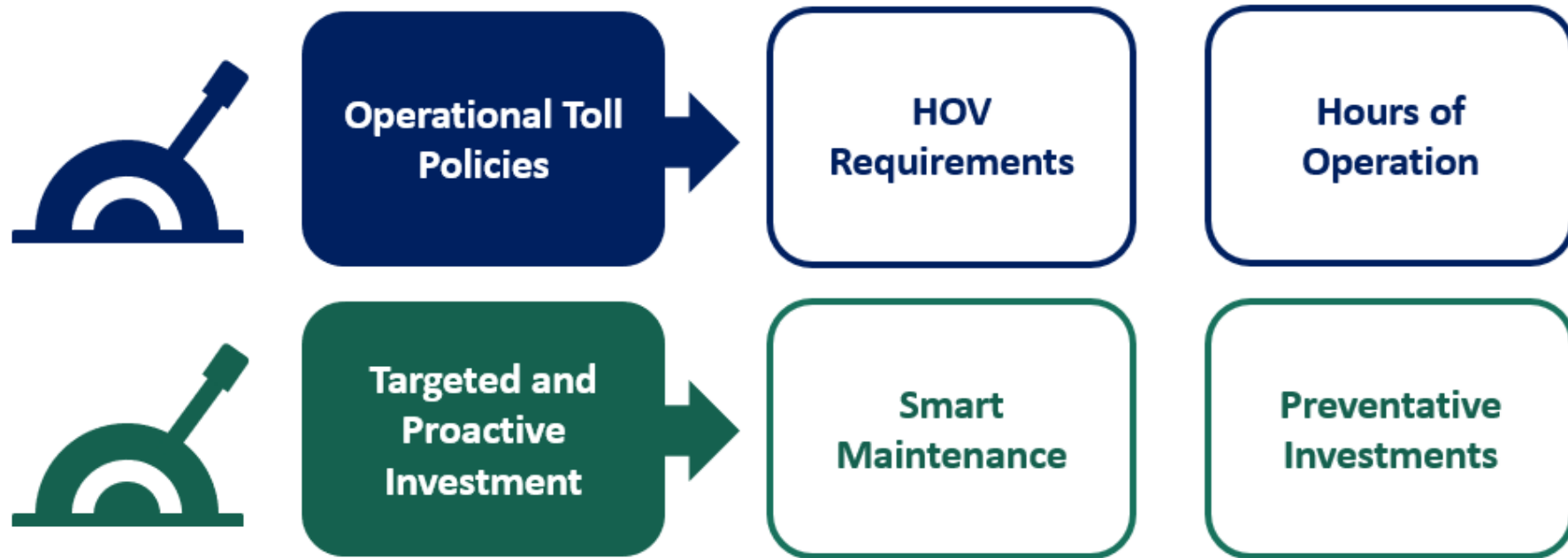
Operational Refinement

Evaluate operational and financial data on an ongoing basis to increase efficiency, reduce expenses, enhance performance, and deliver improved results for our customers



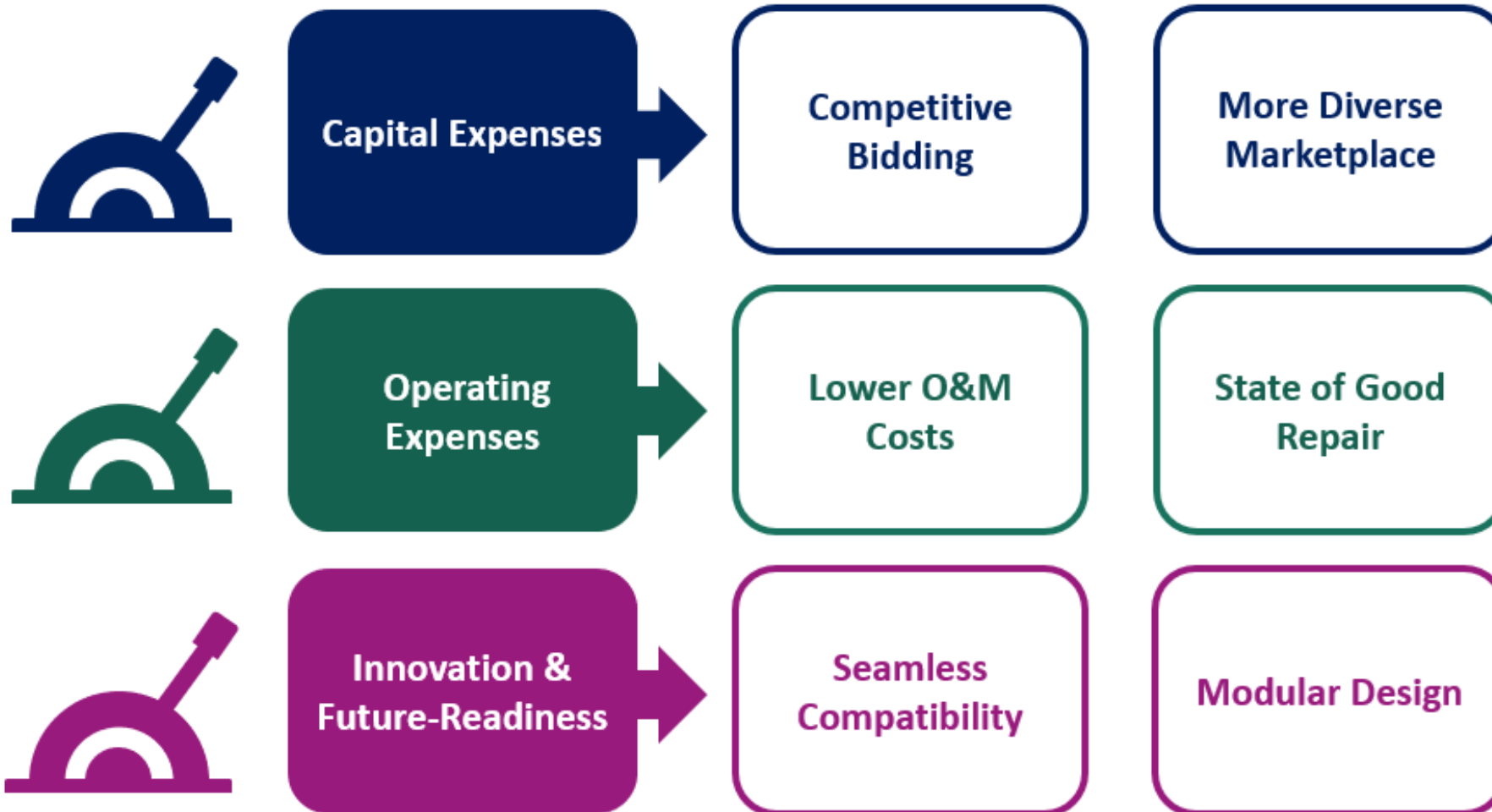
Solano I-80 Express Lanes Implementation

Deliver an Express Lane on the Interstate-80 corridor between Fairfield and Vacaville in Solano County, with toll commencement anticipated in the summer of 2025.



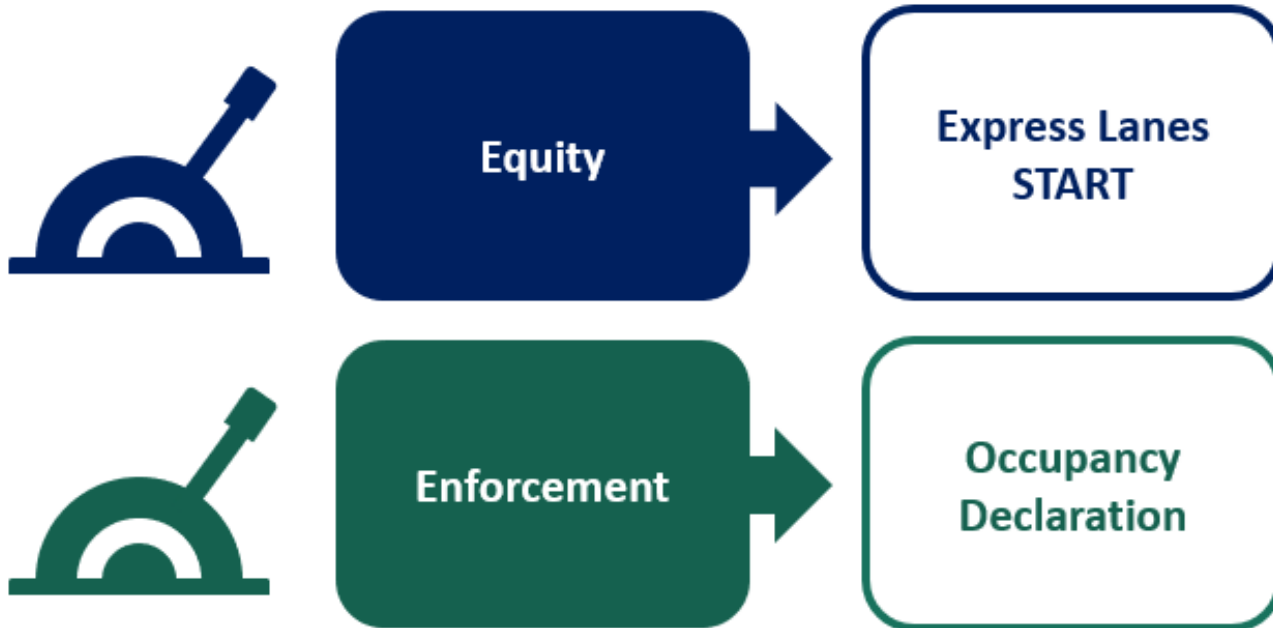
Next Generation Express Lane Toll System

Lifecycle replacement of the existing toll system, with planning underway for first replacement in 2026 and subsequent replacements through 2030.



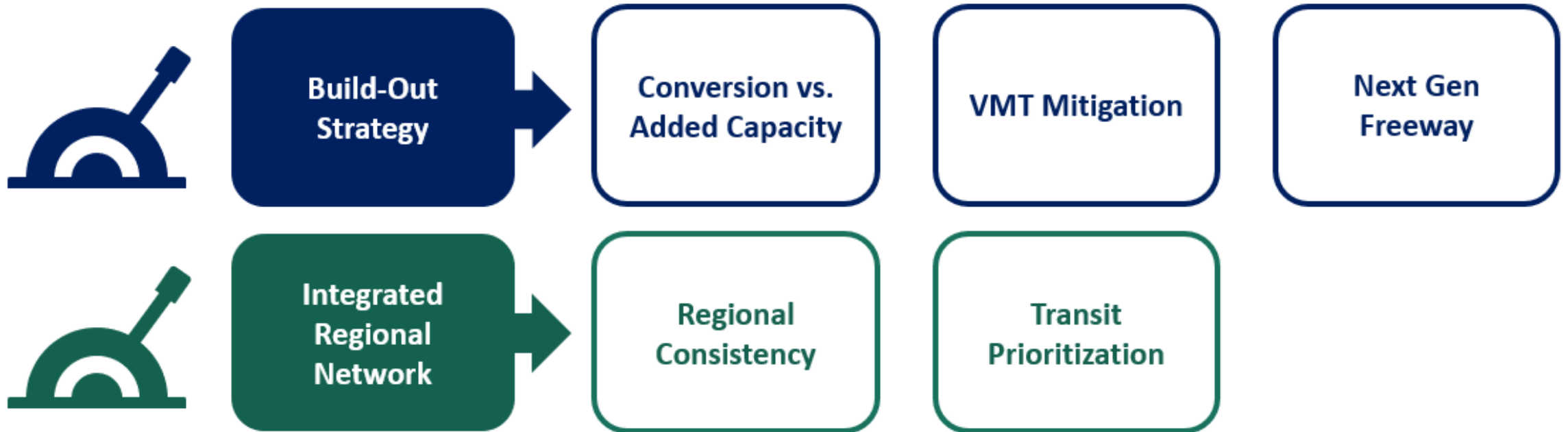
Pilot Programs, Innovation, and Deployment

Pilot programs provide opportunities to demonstrate innovative, equitable toll policies on a limited basis to evaluate feasibility, effectiveness and potential impact before wide-scale implementation.



Plan Bay Area 2050+ and Express Lanes Strategic Planning

Strategically aligning Express Lanes Network goals with PBA 2050+ and Regional Strategy goals over the next 18 months.



Next Steps

	Action	Timeline
1	Adopt 10-yr Financial Plan & Reserves Policy	March 2024
2	Adopt FY2024-25 Budget	June 2024
3	Adopt Remaining Revenue Framework	Fall 2024