

MASTER TOLLING AGREEMENT UPDATE

HAMPTON ROADS EXPRESS LANE NETWORK

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Master Tolling Agreement Development

Through the HRBT Project Administration and Funding Agreement (PAFA) VDOT committed to work collaboratively with HRTPO and HRTAC to:

- Find best operational solutions
- Define appropriate tolling policies
- Investigate financial mechanisms available to CTB and HRTAC

While PAFA required Master Tolling Agreement (MTA) with HRTAC by Oct. 31, 2019

- Operations Study finalized in late fall 2019
- Discussion on entity to issue debt extended
 - HB1438 (2020 GA Session) provides authority to HRTAC to impose and collect tolls

Master Tolling Agreement Update

- **CTB authorized the execution of HRBT PAFA between HRTAC and VDOT in March 2019**
 - Whereby requiring Master Tolling Agreement (MTA)
- **MTA execution prior to HRBT full notice to proceed (NTP) issued per HRTAC request**
 - Earliest full NTP mid-July 2020
- **VDOT and HRTAC have collaboratively developed draft MTA**
 - Majority of broad terms agreed to
 - Continue to collaborate on outstanding items
- **MTA requires execution from CTB, VDOT and HRTAC**

Master Tolling Agreement Major Terms

I-64 Hampton Roads Express Lane (HREL) Network

- **Defines the initial HREL**
 - I-64 and Jefferson Avenue to I-64/I-264/I-664 Bowers Hill
- **Sequencing and implementation**
 - Goal is to create a contiguous and continuous network
- **Sequencing based on project schedules and operations**
- **Allows for mutually agreed additions to initial HREL**

Master Tolling Agreement Major Terms

Procurement and Completion of HREL

- **VDOT responsible for design, right-of-way and construction**
- **HRTAC participates in procurement**
- **Continued collaboration on traffic and revenue studies**
- **Funding of HREL**
 - HRTAC funding plan
 - VDOT assistance with TIFIA and other financing
- **VDOT continue to own the HREL**

Master Tolling Agreement Major Terms

Tolling Operations and Maintenance

- **Operations and maintenance performed initially by VDOT then transitioned to HRTAC**
 - Earliest transition – High Rise Bridge segment toll day one
 - Latest transition – HRBT toll day one
 - HRTAC may enter into mutually agreeable contract with VDOT to provide tolling O&M
- **VDOT responsible for roadway operations and maintenance**
 - Includes snow, ice and debris

Master Tolling Agreement Major Terms

Tolling Policy and Procedure

- **Designation of the initial HREL as HOT Lanes**
- **Agree to have HRTAC exercise its tolling authority for HREL**
- **HRTAC has right and responsibility to set initial tolling policy**
 - Hours of operation
 - Toll points
 - Comply with federal + state laws/regulations
 - Allow for safe operations between HOT and adjacent GP lanes
 - Prohibit use of toll booths (Electronic tolling only)
- **Toll policy modifications to require review by Toll Policy Committee**
 - 6 members (3 HRTAC and 3 Secretary of Transportation appointed)
- **Toll rate to be set dynamically based on congestion**
- **Toll enforcement will be the responsibility of the operator**
- **Criteria established for Commissioner to suspend tolling**
- **Express agreement to provide free means of travel along corridor**

Master Tolling Agreement Major Terms

- **Toll Revenues and Toll Backed Debt**
 - Establishes priority use of debt proceeds and toll revenues
 - HRTAC to regularly submit financial models
 - Parties agree to cooperate to maximize the proceeds from TIFIA
 - Minimum of \$345M debt proceeds applied to HRBT, as stipulated in PAFA
- **Naming rights**
 - Hampton Roads Express Lanes
- **Compensation event**
- **Dispute resolution process**

Master Tolling Agreement Major Terms

- **Outstanding Issues to be Resolved**
 - Toll Policy Committee dispute resolution
 - Compensation Event

