

# SR-520

# Certificate of the Treasurer's Representative



**Office of the State Treasurer**

February 21, 2019



## Certification Process

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- Master Bond Resolution No. 1117 requires a “Certificate of Treasurer Representative” when revisions to the 520 Toll Rate Schedule are proposed
  - Certificate is required to provide assurance that “the adoption of the revised Toll Rate Schedule will not cause the State to fail to comply with its covenants”
- There are currently no proposed revisions to the 520 Toll Rate Schedule
  - Accordingly, a Certificate is not required at this time
- However, to assist with the management of the SR 520 project, OST has provided a Certificate to confirm that updated toll revenues projections are expected to be sufficient to allow the State to comply with its covenants and commitments



## Executive Summary

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### ○ Forecast Changes

- Last year: **\$121.2 mm decrease** in total net revenues available for debt service through FY 2056 (due to changes in revenue forecast methodology & assumptions (change in traffic & revenue consultant from CDM Smith to Stantec))
- This year: **\$121.5 mm increase** in total net revenues available for debt service through FY 2056 due to an increase in transactions resulting mainly from a) an improved socioeconomic and demographic forecast and b) an alignment of the baseline to the higher FY 2018 actuals

### ○ Last Year

- Insufficient TIFIA loan coverage in two years and insufficient aggregate facility coverage in multiple years
- Draw from the Revenue Stabilization Account (RSA) in two years and reductions to R&R Fund deposits in multiple years

### ○ This Year

- Coverage and sufficiency requirements are met in all years
- No draws from the RSA and no reductions to R&R Fund deposits are needed



## Source Data

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- The Certificate of Treasurer Representative is based upon the information contained in:
  - **SR 520 Traffic and Revenue Forecast**, November 2018 Forecast Presentation, February 13, 2019 -- Stantec
  - **SR 520 Net Toll Revenue Update**, November 2018 Forecast Presentation, February 13, 2019 -- WSP
  - **OST's 520 Financial Model**, February 14, 2019





# Summary of Revenue Changes

Fiscal Year	Revenue Avail. For	Revenue Avail. For	Difference
	Debt Service, 10/29/2018	Debt Service, 2/7/2019	
2019	64,322,370	65,334,793	<b>1,012,423</b>
2020	68,801,870	69,403,859	<b>601,989</b>
2021	71,354,623	71,573,200	<b>218,577</b>
2022	72,522,986	73,319,546	<b>796,560</b>
2023	74,232,809	76,012,681	<b>1,779,872</b>
2024	77,078,493	79,539,794	<b>2,461,302</b>
2025	78,497,044	81,446,030	<b>2,948,986</b>
2026	79,538,238	82,658,207	<b>3,119,969</b>
2027	82,321,030	85,388,138	<b>3,067,108</b>
2028	83,681,935	87,876,254	<b>4,194,318</b>
2029	85,213,144	88,964,964	<b>3,751,820</b>
2030	86,447,294	90,560,544	<b>4,113,250</b>
2031	87,483,583	92,310,623	<b>4,827,040</b>
2032	88,535,938	94,215,681	<b>5,679,743</b>
2033	87,979,288	92,439,720	<b>4,460,432</b>
2034	88,895,389	92,885,858	<b>3,990,469</b>
2035	89,536,352	92,980,083	<b>3,443,732</b>
2036	89,990,576	93,752,238	<b>3,761,662</b>
2037	90,555,696	93,924,730	<b>3,369,034</b>
2038	90,936,239	94,102,671	<b>3,166,431</b>
2039	91,140,737	94,491,400	<b>3,350,663</b>
2040	91,354,578	94,888,673	<b>3,534,095</b>
2041	91,222,131	94,732,830	<b>3,510,699</b>
2042	91,134,048	95,141,057	<b>4,007,008</b>
2043	91,079,847	95,072,702	<b>3,992,856</b>
2044	90,611,440	95,665,073	<b>5,053,634</b>
2045	90,156,763	95,392,815	<b>5,236,051</b>
2046	90,153,782	95,113,080	<b>4,959,298</b>
2047	90,075,018	94,827,280	<b>4,752,262</b>
2048	90,097,231	94,944,975	<b>4,847,744</b>
2049	90,037,406	93,987,090	<b>3,949,684</b>
2050	89,961,944	93,302,840	<b>3,340,896</b>
2051	89,873,213	92,609,863	<b>2,736,650</b>
2052	89,723,635	91,832,610	<b>2,108,974</b>
2053	89,323,224	91,231,568	<b>1,908,344</b>
2054	88,734,203	90,399,188	<b>1,664,986</b>
2055	88,488,704	89,498,856	<b>1,010,152</b>
2056	88,312,680	89,119,579	<b>806,899</b>
<b>Total</b>	<b>3,259,405,481</b>	<b>3,380,941,092</b>	<b>121,535,611</b>



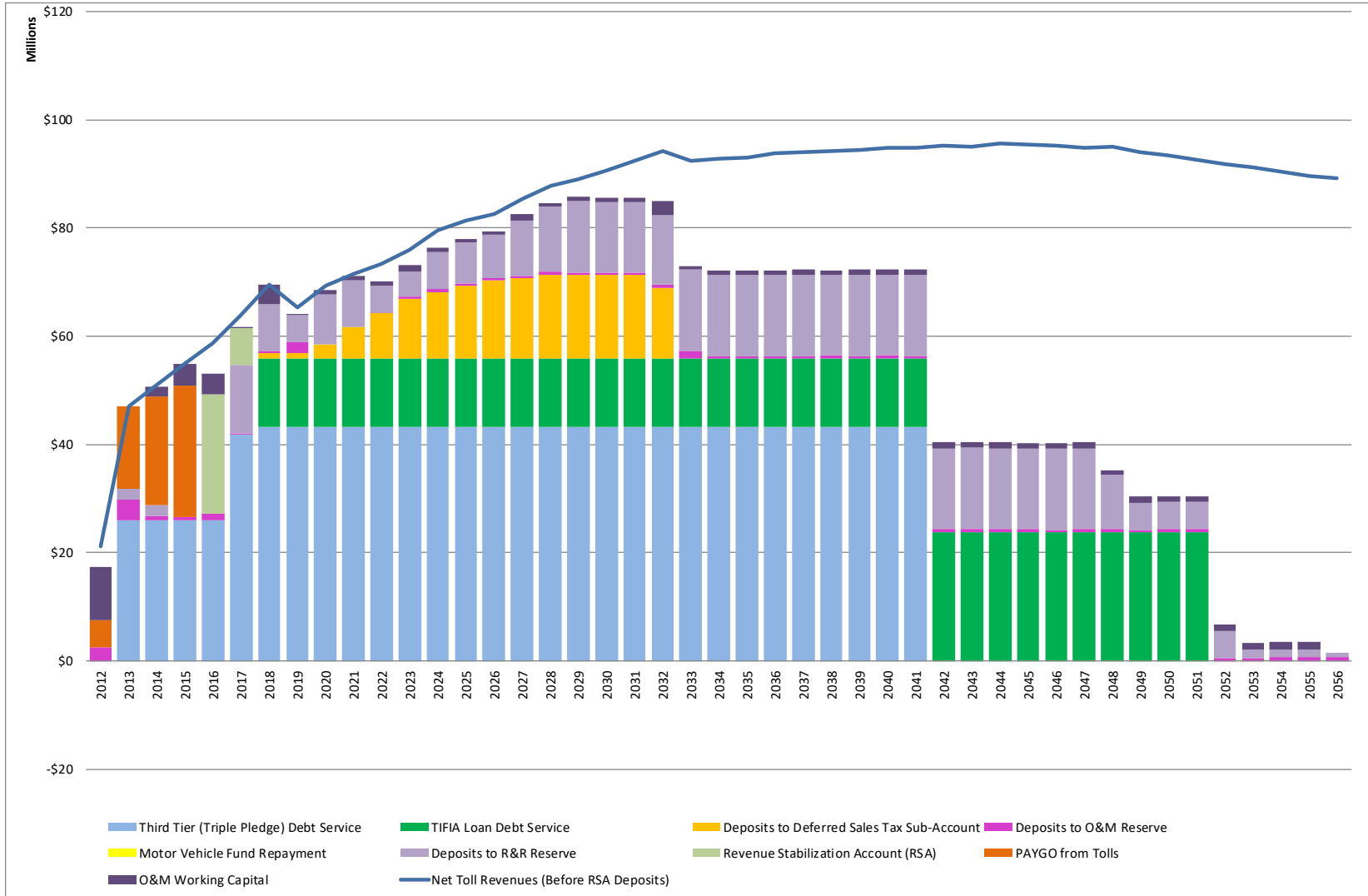
# SR-520 Financial Model & Necessary Adjustments\*

[A]	[B]	[C]	[D]	[E] = [B+C+E]	[F]	[G]	[H]	[I]	[J] = [F+G+H+I]	[K] = [E+J]	[L]	[M]	[N]	[O]	[P] = [K+L+O]
Fiscal Year	Gross Rev	O&M	Net (Deposits) to / Draws from Revenue Stabilization Sub-Account	Net RSA Adjusted Toll Revenue Available for Debt Service	First Tier Toll Revenue Bond Debt Service Sub-Account	Second Tier Debt Service Sub-Account	Third Tier Triple Pledge Debt Service Sub-Account	Fourth Tier TIFIA Debt Service Sub-Account	Total Debt Service (from Tolls)	Net Revenues After Debt Service	O&M Reserve Sub-Account	Deferred Sales Tax Sub-Account	Motor Vehicle Fund Repaymt	Repair & Replacement Reserve Sub-Account	Net Revenues After Required Deposits
2018	87,347,858	(17,889,048)	-	69,458,810	-	-	(43,246,025)	(12,685,912)	(55,931,937)	13,526,873	(448,862)	(1,000,000)	-	(8,560,142)	3,517,869
2019	88,463,467	(23,128,674)	-	65,334,793	-	-	(43,246,275)	(12,685,912)	(55,932,187)	9,402,606	(1,910,622)	(1,000,000)	-	(5,009,319)	1,482,665
2020	91,105,065	(21,701,206)	-	69,403,859	-	-	(43,243,025)	(12,685,912)	(55,928,937)	13,474,922	-	(2,600,000)	-	(9,272,933)	1,601,989
2021	93,994,720	(22,421,520)	-	71,573,200	-	-	(43,239,775)	(12,685,912)	(55,925,687)	15,647,513	-	(5,800,000)	-	(8,628,936)	1,218,577
2022	96,489,364	(23,169,818)	-	73,319,546	-	-	(43,244,775)	(12,685,912)	(55,930,687)	17,388,859	(20,572)	(8,300,000)	-	(5,068,287)	4,000,000
2023	99,984,916	(23,972,234)	-	76,012,681	-	-	(43,240,775)	(12,685,912)	(55,926,687)	20,085,994	(401,208)	(11,000,000)	-	(4,684,786)	4,000,000
2024	104,546,750	(25,006,956)	-	79,539,794	-	-	(43,241,275)	(12,685,912)	(55,927,187)	23,612,607	(517,361)	(12,275,000)	-	(6,820,247)	4,000,000
2025	107,301,670	(25,855,640)	-	81,446,030	-	-	(43,244,025)	(12,685,912)	(55,929,937)	25,516,093	(424,342)	(13,400,000)	-	(7,691,751)	4,000,000
2026	109,061,213	(26,403,007)	-	82,658,207	-	-	(43,245,175)	(12,685,912)	(55,931,087)	26,727,120	(273,683)	(14,500,000)	-	(7,953,436)	4,000,000
2027	112,505,614	(27,117,476)	-	85,388,138	-	-	(43,239,713)	(12,685,912)	(55,925,625)	29,462,514	(357,235)	(14,800,000)	-	(10,305,279)	4,000,000
2028	116,136,278	(28,260,024)	-	87,876,254	-	-	(43,242,750)	(12,685,912)	(55,928,662)	31,947,592	(571,274)	(15,415,000)	-	(11,961,318)	4,000,000
2029	117,920,909	(28,955,945)	-	88,964,964	-	-	(43,240,750)	(12,685,912)	(55,926,662)	33,038,302	(347,961)	(15,415,000)	-	(13,275,341)	4,000,000
2030	120,372,400	(29,811,857)	-	90,560,544	-	-	(43,244,250)	(12,685,912)	(55,930,162)	34,630,382	(427,956)	(15,415,000)	-	(13,000,000)	5,787,426
2031	122,964,230	(30,653,607)	-	92,310,623	-	-	(43,245,250)	(12,685,912)	(55,931,162)	36,379,461	(420,875)	(15,415,000)	-	(13,000,000)	7,543,585
2032	125,778,500	(31,562,819)	-	94,215,681	-	-	(43,241,000)	(12,685,912)	(55,926,912)	38,288,769	(454,606)	(13,065,000)	-	(13,000,000)	11,769,163
2033	126,618,724	(34,179,003)	-	92,439,720	-	-	(43,243,750)	(12,685,912)	(55,929,662)	36,510,058	(1,308,092)	-	-	(15,000,000)	20,201,966
2034	127,813,078	(34,927,220)	-	92,885,858	-	-	(43,245,000)	(12,685,912)	(55,930,912)	36,954,946	(374,108)	-	-	(15,000,000)	21,580,838
2035	128,745,663	(35,765,579)	-	92,980,083	-	-	(43,246,500)	(12,685,912)	(55,932,412)	37,047,671	(419,180)	-	-	(15,000,000)	21,628,492
2036	130,343,038	(36,590,799)	-	93,752,238	-	-	(43,244,750)	(12,685,912)	(55,930,662)	37,821,576	(412,610)	-	-	(15,000,000)	22,408,966
2037	131,332,448	(37,407,718)	-	93,924,730	-	-	(43,246,250)	(12,685,912)	(55,932,162)	37,992,567	(408,459)	-	-	(15,000,000)	22,584,108
2038	132,513,524	(38,410,853)	-	94,102,671	-	-	(43,247,000)	(12,685,912)	(55,932,912)	38,169,759	(501,567)	-	-	(15,000,000)	22,668,191
2039	133,683,804	(39,192,403)	-	94,491,400	-	-	(43,243,000)	(12,685,912)	(55,928,912)	38,562,488	(390,775)	-	-	(15,000,000)	23,171,713
2040	135,053,063	(40,164,390)	-	94,888,673	-	-	(43,245,250)	(12,685,912)	(55,931,162)	38,957,511	(485,993)	-	-	(15,000,000)	23,471,518
2041	135,793,142	(41,060,313)	-	94,732,830	-	-	(43,239,000)	(12,685,912)	(55,924,912)	38,807,918	(447,961)	-	-	(15,000,000)	23,359,956
2042	137,225,360	(42,084,303)	-	95,141,057	-	-	-	(23,790,745)	(23,790,745)	71,350,311	(511,995)	-	-	(15,000,000)	55,838,316
2043	138,398,801	(43,326,099)	-	95,072,702	-	-	-	(23,790,745)	(23,790,745)	71,281,957	(620,898)	-	-	(15,000,000)	55,661,060
2044	140,032,484	(44,367,411)	-	95,665,073	-	-	-	(23,790,745)	(23,790,745)	71,874,328	(520,656)	-	-	(15,000,000)	56,353,672
2045	140,829,144	(45,436,329)	-	95,392,815	-	-	-	(23,790,745)	(23,790,745)	71,602,070	(534,459)	-	-	(15,000,000)	56,067,611
2046	141,535,192	(46,422,112)	-	95,113,080	-	-	-	(23,790,745)	(23,790,745)	71,322,335	(492,891)	-	-	(15,000,000)	55,829,444
2047	142,265,899	(47,438,620)	-	94,827,280	-	-	-	(23,790,745)	(23,790,745)	71,036,535	(508,254)	-	-	(15,000,000)	55,528,280
2048	143,556,703	(48,611,728)	-	94,944,975	-	-	-	(23,790,745)	(23,790,745)	71,154,230	(586,554)	-	-	(10,000,000)	60,567,676
2049	143,526,143	(49,539,054)	-	93,987,090	-	-	-	(23,790,745)	(23,790,745)	70,196,344	(463,663)	-	-	(5,000,000)	64,732,681
2050	143,972,290	(50,669,450)	-	93,302,840	-	-	-	(23,790,745)	(23,790,745)	69,512,095	(565,198)	-	-	(5,000,000)	63,946,896
2051	144,407,076	(51,797,213)	-	92,609,863	-	-	-	(23,790,745)	(23,790,745)	68,819,118	(563,881)	-	-	(5,000,000)	63,255,237
2052	144,787,374	(52,954,765)	-	91,832,610	-	-	-	-	-	91,832,610	(578,776)	-	-	(5,000,000)	86,253,834
2053	145,292,264	(54,060,696)	-	91,231,568	-	-	-	-	-	91,231,568	(552,966)	-	-	(1,550,000)	89,128,602
2054	145,735,562	(55,336,374)	-	90,399,188	-	-	-	-	-	90,399,188	(637,839)	-	-	(1,550,000)	88,211,350
2055	146,176,207	(56,677,350)	-	89,498,856	-	-	-	-	-	89,498,856	(670,488)	-	-	(1,550,000)	87,278,368
2056	147,101,748	(57,982,170)	-	89,119,579	-	-	-	-	-	89,119,579	(652,410)	-	-	(887,797)	87,579,372

\* A portion of Actual Net Revenues After Required Deposits are expected to be deposited into the Deferred Sales Tax Sub-Account, Repair & Replacement Reserve Sub-Account, and/or the Operations and Maintenance reserve, as appropriate.



# All Required Expenditures/Deposits Coverage (2/14/2019)





# SR-520 Coverage Ratio Results

[A]	[B]	[C]	[D]	[E]	[F]	[G]	[H]	[I]	[J]	[K]	[L]	[M]	[N]
Fiscal Year	Net Revenues	Deposits to Revenue Stabilization Sub-Account	Draws From Revenue Stabilization Sub-Account (Max 25% of Annual DS)	Net Revenues for Coverage Calculations	First Tier Debt Coverage	Second Tier Debt Coverage	Third Tier (3x Pledge) Debt Coverage	Fourth Tier (TIFIA) Debt Coverage	Deferred Sales Tax Coverage	Sufficiency Coverage	Aggregate Coverage*	Days Cash on Hand -- Toll Facilities Account	Days Cash on Hand -- w/O&M Reserve & RSA
2018	69,458,810	-	-	69,458,810			1.606	1.242	1.220	1.053	1.053	621	1,521
2019	65,334,793	-	-	65,334,793			1.511	1.168	1.148	1.023	1.023	534	1,226
2020	69,403,859	-	-	69,403,859			1.605	1.241	1.186	1.024	1.024	617	1,414
2021	71,573,200	-	-	71,573,200			1.655	1.280	1.160	1.017	1.017	639	1,425
2022	73,319,546	-	-	73,319,546			1.695	1.311	1.142	1.058	1.058	638	1,395
2023	76,012,681	-	-	76,012,681			1.758	1.359	1.136	1.056	1.056	686	1,414
2024	79,539,794	-	-	79,539,794			1.839	1.422	1.166	1.053	1.053	722	1,422
2025	81,446,030	-	-	81,446,030			1.883	1.456	1.175	1.052	1.052	761	1,444
2026	82,658,207	-	-	82,658,207			1.911	1.478	1.174	1.051	1.051	808	1,482
2027	85,388,138	-	-	85,388,138			1.975	1.527	1.207	1.049	1.049	847	1,505
2028	87,876,254	-	-	87,876,254			2.032	1.571	1.232	1.048	1.048	868	1,501
2029	88,964,964	-	-	88,964,964			2.057	1.591	1.247	1.047	1.047	903	1,527
2030	90,560,544	-	-	90,560,544			2.094	1.619	1.269	1.068	1.068	930	1,540
2031	92,310,623	-	-	92,310,623			2.135	1.650	1.294	1.089	1.089	981	1,577
2032	94,215,681	-	-	94,215,681			2.179	1.685	1.366	1.143	1.143	1,049	1,632
2033	92,439,720	-	-	92,439,720			2.138	1.653	1.653	1.280	1.280	1,101	1,640
2034	92,885,858	-	-	92,885,858			2.148	1.661	1.661	1.303	1.303	1,314	1,855
2035	92,980,083	-	-	92,980,083			2.150	1.662	1.662	1.303	1.303	1,528	2,060
2036	93,752,238	-	-	93,752,238			2.168	1.676	1.676	1.314	1.314	1,733	2,257
2037	93,924,730	-	-	93,924,730			2.172	1.679	1.679	1.317	1.317	1,937	2,453
2038	94,102,671	-	-	94,102,671			2.176	1.682	1.682	1.317	1.317	2,122	2,627
2039	94,491,400	-	-	94,491,400			2.185	1.689	1.689	1.325	1.325	2,312	2,812
2040	94,888,673	-	-	94,888,673			2.194	1.697	1.697	1.329	1.329	2,486	2,977
2041	94,732,830	-	-	94,732,830			2.191	1.694	1.694	1.327	1.327	2,660	3,143
2042	95,141,057	-	-	95,141,057				3.999	3.999	2.421	2.421	2,815	3,290
2043	95,072,702	-	-	95,072,702				3.996	3.996	2.412	2.412	3,248	3,713
2044	95,665,073	-	-	95,665,073				4.021	4.021	2.434	2.434	3,672	4,131
2045	95,392,815	-	-	95,392,815				4.010	4.010	2.426	2.426	4,078	4,530
2046	95,113,080	-	-	95,113,080				3.998	3.998	2.421	2.421	4,471	4,917
2047	94,827,280	-	-	94,827,280				3.986	3.986	2.413	2.413	4,841	5,281
2048	94,944,975	-	-	94,944,975				3.991	3.991	2.762	2.762	5,173	5,606
2049	93,987,090	-	-	93,987,090				3.951	3.951	3.213	3.213	5,559	5,988
2050	93,302,840	-	-	93,302,840				3.922	3.922	3.178	3.178	5,936	6,359
2051	92,609,863	-	-	92,609,863				3.893	3.893	3.155	3.155	6,291	6,708

## Rate Covenant Requirements:

Triple Pledge: 1.25X

TIFIA: 1.10x

Sufficiency Ratio: 1.00x

## Rate Policy Requirements:

Triple Pledge: 1.30X

TIFIA: 1.15x

Sufficiency Ratio: 1.00x

## Other:

RSA Draws: Max 25% of annual debt service

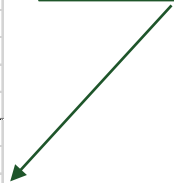




# SR-520 RSA Results

	[A]	[B]	[C]	[D]	[E]	[F]	[G]
Fiscal Year	Net Toll Revenue Available for Debt Service	Beginning Bal in Revenue Stabilization Subaccount	Deposits to Revenue Stabilization Subaccount	Draws from Revenue Stabilization Subaccount	Interest on Revenue Stabilization Subaccount	Ending Bal in Revenue Stabilization Subaccount	Revenue Stabilization Subaccount / Net Revenue
2017	63,865,423	22,068,796	6,736,162	-	-	28,804,958	45.1%
2018	69,458,810	28,804,958	-	-	-	28,804,958	41.5%
2019	65,334,793	28,804,958	-	-	-	28,804,958	44.1%
2020	69,403,859	28,804,958	-	-	-	28,804,958	41.5%
2021	71,573,200	28,804,958	-	-	-	28,804,958	40.2%
2022	73,319,546	28,804,958	-	-	-	28,804,958	39.3%
2023	76,012,681	28,804,958	-	-	-	28,804,958	37.9%
2024	79,539,794	28,804,958	-	-	-	28,804,958	36.2%
2025	81,446,030	28,804,958	-	-	-	28,804,958	35.4%
2026	82,658,207	28,804,958	-	-	-	28,804,958	34.8%
2027	85,388,138	28,804,958	-	-	-	28,804,958	33.7%
2028	87,876,254	28,804,958	-	-	-	28,804,958	32.8%
2029	88,964,964	28,804,958	-	-	-	28,804,958	32.4%
2030	90,560,544	28,804,958	-	-	-	28,804,958	31.8%
2031	92,310,623	28,804,958	-	-	-	28,804,958	31.2%
2032	94,215,681	28,804,958	-	-	-	28,804,958	30.6%
2033	92,439,720	28,804,958	-	-	-	28,804,958	31.2%
2034	92,885,858	28,804,958	-	-	-	28,804,958	31.0%
2035	92,980,083	28,804,958	-	-	-	28,804,958	31.0%
2036	93,752,238	28,804,958	-	-	-	28,804,958	30.7%
2037	93,924,730	28,804,958	-	-	-	28,804,958	30.7%
2038	94,102,671	28,804,958	-	-	-	28,804,958	30.6%
2039	94,491,400	28,804,958	-	-	-	28,804,958	30.5%
2040	94,888,673	28,804,958	-	-	-	28,804,958	30.4%
2041	94,732,830	28,804,958	-	-	-	28,804,958	30.4%
2042	95,141,057	28,804,958	-	-	-	28,804,958	30.3%
2043	95,072,702	28,804,958	-	-	-	28,804,958	30.3%
2044	95,665,073	28,804,958	-	-	-	28,804,958	30.1%
2045	95,392,815	28,804,958	-	-	-	28,804,958	30.2%
2046	95,113,080	28,804,958	-	-	-	28,804,958	30.3%
2047	94,827,280	28,804,958	-	-	-	28,804,958	30.4%
2048	94,944,975	28,804,958	-	-	-	28,804,958	30.3%
2049	93,987,090	28,804,958	-	-	-	28,804,958	30.6%
2050	93,302,840	28,804,958	-	-	-	28,804,958	30.9%
2051	92,609,863	28,804,958	-	-	-	28,804,958	31.1%

**RSA policy requirement equal to 30% of maximum net toll revenues available for debt service**





## SR-520 R&R Results

	[A]	[B]	[C]	[D]	[E]
Fiscal Year	Beginning Balance in R&R	Deposits to R&R	Draws from R&R	Interest on R&R	Ending Balance in R&R
2017	2,925,162	12,767,880	(1,008,177)	-	14,684,866
2018	14,684,866	8,560,142	(2,841,258)	-	20,403,750
2019	20,403,750	5,009,319	(9,622,750)	-	15,790,320
2020	15,790,320	9,272,933	(402,413)	-	24,660,840
2021	24,660,840	8,628,936	(141,627)	-	33,148,148
2022	33,148,148	5,068,287	(145,165)	-	38,071,270
2023	38,071,270	4,684,786	(148,791)	-	42,607,266
2024	42,607,266	6,820,247	(673,651)	-	48,753,861
2025	48,753,861	7,691,751	(1,323,873)	-	55,121,739
2026	55,121,739	7,953,436	(923,775)	-	62,151,401
2027	62,151,401	10,305,279	(2,975,102)	-	69,481,578
2028	69,481,578	11,961,318	(7,481,809)	-	73,961,086
2029	73,961,086	13,275,341	(9,354,988)	-	77,881,440
2030	77,881,440	13,000,000	(515,087)	-	90,366,352
2031	90,366,352	13,000,000	(21,104,994)	-	82,261,358
2032	82,261,358	13,000,000	(584,108)	-	94,677,250
2033	94,677,250	15,000,000	(12,895,654)	-	96,781,596
2034	96,781,596	15,000,000	(862,295)	-	110,919,301
2035	110,919,301	15,000,000	(1,266,544)	-	124,652,757
2036	124,652,757	15,000,000	(6,695,217)	-	132,957,540
2037	132,957,540	15,000,000	(3,808,346)	-	144,149,194
2038	144,149,194	15,000,000	(11,486,892)	-	147,662,302
2039	147,662,302	15,000,000	(15,255,608)	-	147,406,694
2040	147,406,694	15,000,000	(1,934,248)	-	160,472,446
2041	160,472,446	15,000,000	(57,604,108)	-	117,868,338
2042	117,868,338	15,000,000	(237,787)	-	132,630,550
2043	132,630,550	15,000,000	(243,729)	-	147,386,822
2044	147,386,822	15,000,000	(1,103,775)	-	161,283,047
2045	161,283,047	15,000,000	(1,621,247)	-	174,661,799
2046	174,661,799	15,000,000	(147,076,723)	-	42,585,077
2047	42,585,077	15,000,000	(6,393,522)	-	51,191,555
2048	51,191,555	10,000,000	(43,348,072)	-	17,843,483
2049	17,843,483	5,000,000	(18,752,349)	-	4,091,134
2050	4,091,134	5,000,000	(843,949)	-	8,247,185
2051	8,247,185	5,000,000	(296,932)	-	12,950,253

**No reductions to R&R  
Fund deposits are  
needed**



## Summary

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- \$121.5 million increase in total net revenues available for debt service, reflecting:
  - \$284.0 million additional adjusted gross toll revenues
  - \$162.4 million additional O&M costs
- \$113.9 million increase in revenues after R&R costs, reflecting:
  - \$7.7 million additional R&R costs
- Coverage and sufficiency requirements are met in all years
- As such,
  - No draws from the RSA and no reductions to R&R Fund deposits are needed
  - No changes to existing Toll Rates are necessary at this time
- However, coverage and sufficiency ratios remains constrained, especially through FY 2021