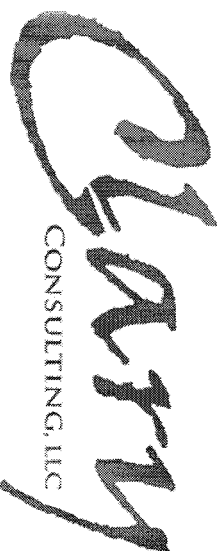


Tolling and PPPs in Florida

Lowell R. Clary

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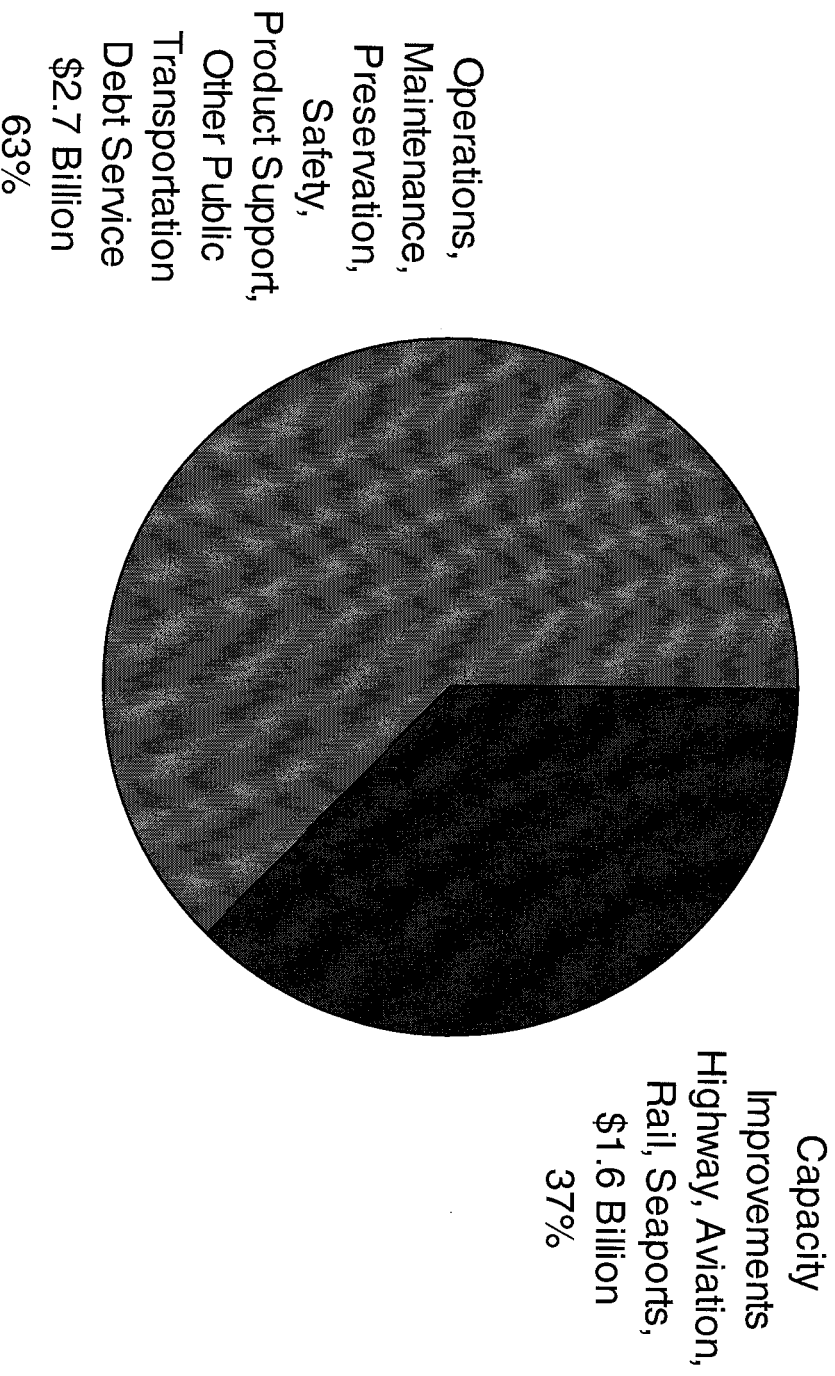
Background

- Public service – 25 years State of Florida, with 22 years in transportation
- Former Chief Financial/Administrative Officer at Florida DOT
- Expert in transportation finance, tolling and public-private partnerships
- Chair – Transportation Research Board Tax and Finance Committee

Putting in Context

- Florida a high growth state like Texas
- Long-time “Donor State” on Federal gas tax like Texas – Federal funds minority of transportation program
- Outside the box innovation to increase transportation funding
 - Indexed gas tax and added “growth fees” in 90s
 - Strong economy - investment of “user fees” in 2000 to 2005

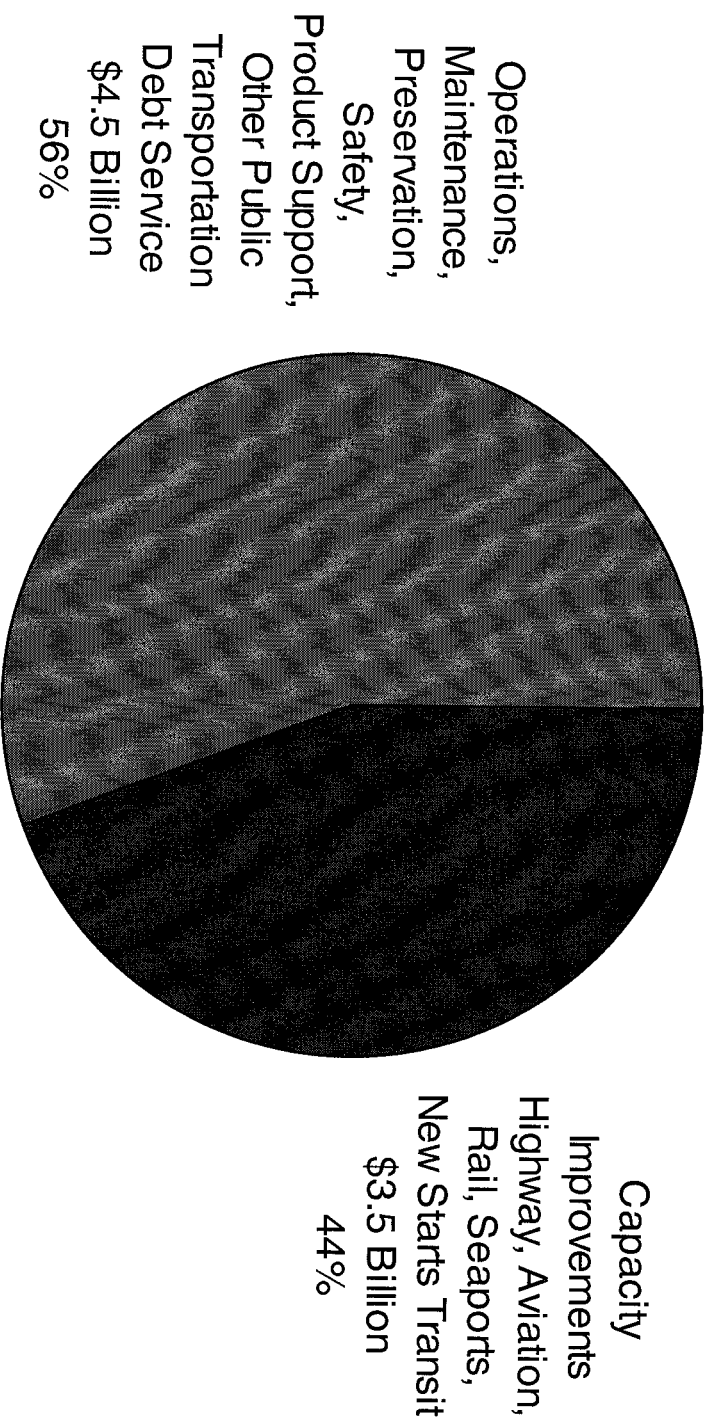
Average Annual Work Program \$4.3 Billion Fiscal Years 1999-00 to 2003-04 in 1999



Additional Funding 2000-2015

- **Mobility 2000 \$6 billion**
 - **Bonding Legislation 2003**
 - Raised Turnpike Bond Cap \$1.5 billion
 - State Infrastructure Bank Leveraging \$1 billion
 - Toll Bonds \$0.2 billion
 - **Change to Expenditure Based Advance Construction 2004 \$1 billion**
 - **Growth Management 2005 \$7.5 billion**
- Total \$17.2 billion additional funding**

Average Annual Work Program \$8 Billion Fiscal Years 2007-08 to 2011-12 in 2007



State Transportation Revenues

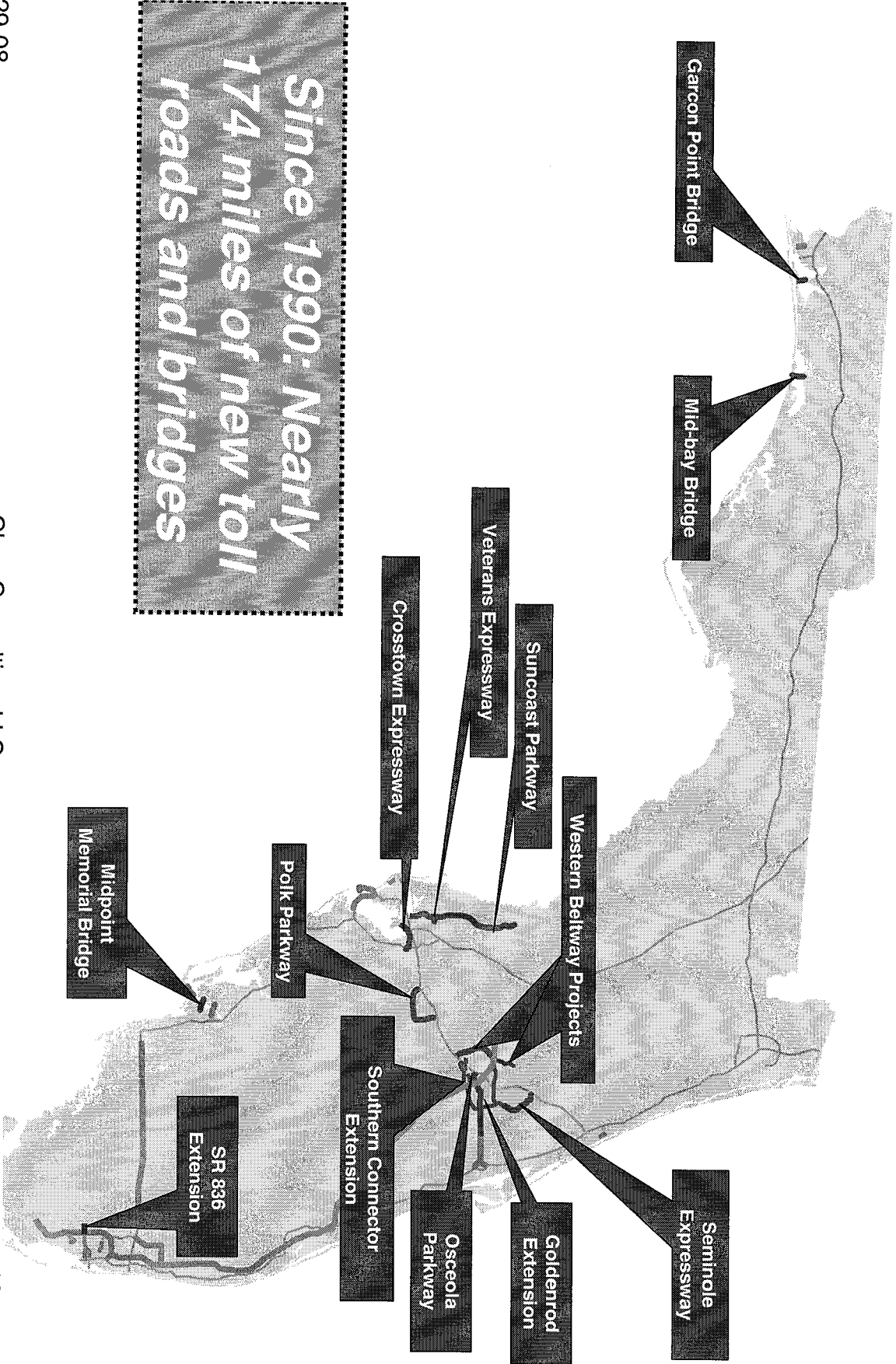
- 1990 to 2005 strong growth from traditional transportation revenue sources
- Added funds 2000 to 2005 - \$17 Billion
- Still not enough – shortfalls range from \$50 Billion to \$100 Billion over next ten plus years
- Now revenues are dipping - since 3-2006 transportation revenue estimates have dropped over 7 percent, almost \$3 billion in cash over ten-years impacting projects scheduled in the DOT's Work Program

Long History of Public Private Partnerships in Florida

- Outsourcing Partnerships
 - 100% of roadway/bridge construction
 - Over 80% of engineering work
 - Over 80% of maintenance
- Periodic private sector “equity”
 - ROW donations
 - Cash investment such as for Interchanges
- “Advanced” on Innovative contracting
- “Beyond” Just Outsourcing

Use of Toll Roads

- Long History of Toll Roads/Bridges in Florida with significant expansion starting in 1950s with Florida's Turnpike and beyond
- Since 1990, 91% of new road alignments (174 miles) in Florida have been funded via tolls
- Major portion of expressway network in Tampa Bay, Orlando, Ft. Meyers, and Southeast Florida (Ft. Lauderdale and Miami) are tolled.



*Since 1990: Nearly
174 miles of new toll
roads and bridges*

Florida Toll Revenues

(includes State and Local Toll Facilities)

