

**Bay Area Infrastructure Financing Authority**  
**BAIFA**

December 20, 2023

Agenda Item 2b - 23-1470

**Fiscal Year (FY) 2023-24 Bay Area Infrastructure Financing Authority (BAIFA) Statement  
of Revenues and Expenses for the Period Ended September 30, 2023 (Unaudited)**

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**Subject:**

Statement of Revenues and Expenses for the Period Ended September 30, 2023 (unaudited).

**Background:**

BAIFA manages the operations of Metropolitan Transportation Commission's express lanes on Interstate 680 (I-680) and the Interstate 880 (I-880), and uses FasTrak<sup>®</sup>, the electronic toll payment system which is managed by the Bay Area Toll Authority (BATA), to collect cash-free tolls on the express lanes. BAIFA also operates the express lane tolling on the Highway 101 in San Mateo County (SM 101 EL) under a cooperative agreement between BAIFA and the San Mateo County Express Lanes Joint Powers Authority (SMCELJPA).

**Operating Revenues:**

BAIFA's main operating revenues are toll revenues collected through FasTrak<sup>®</sup> from BAIFA's express lanes. Year-to-date toll revenues collected were \$17.6 million, which was \$2.8 million more than the prior year-to-date actual. Out of the \$2.8 million increase, \$2.2 million was from I- 880 express lanes. The increase of toll revenues is primarily due to an increase in traffic on express lanes.

Violation revenues collected were \$1.1 million, which was \$1.3 million lower than the prior year- to-date actual. BAIFA reduced the violation penalty and fee charges from \$70 to \$30 effective on October 3, 2022.

Year-to-date interest and other revenues and reimbursement revenue from SM 101 EL were \$1.3 million, an increase of \$1.0 million compared to the prior year-to-date actual. The increase was mainly a result of higher interest income from current high interest rate.

**Operating Expenses:**

BAIFA's operating expenses are the expenses incurred from the express lane operations, such as FasTrak<sup>®</sup> operations and maintenance, and roadway and backhaul operations and maintenance. As of September 30, 2023, total operating expenses were \$1.3 million, which was \$1.2 million lower than the prior year-to-date actual. The decrease is primarily due to timing difference in receiving or processing vendors' invoices.

**Transfers:**

BAIFA transferred budgeted \$1.1 million to the capital program in the first quarter of FY 2023. The decrease of transfers in current year is due to timing difference. FY 2024 budgeted transfers will be booked semiannually in the second quarter.

**Budget & Forecast Updates:**

From a budget perspective, revenue for the period ended September 30, 2023 represented 25% of the adopted budget. Toll revenues generated were \$17.6 million or 30% of the approved budget, slightly higher due to higher traffic on the express lanes than estimated for both the I-680 and the I- 880. The I-680 and I-880 toll revenues for the first quarter are at 29% and 30% of their budgets, respectively.

Violation revenues collected were \$1.1 million which is 15% of the budget. Interest revenue of \$1.3 million was significantly high at 35% of the budget as both investment balances and interest rates continued to be higher than what had been anticipated. The San Mateo (SM) 101 Express Lanes received no reimbursement revenue yet for expenses incurred in the first quarter.

Total expenses incurred for this period was \$2.5 million or 3% of the budget. Since this is the first quarter of the fiscal year, expenses are generally and historically lower during this period. Spending is anticipated to increase as the operating year progresses. There is no budget amendment during this period.

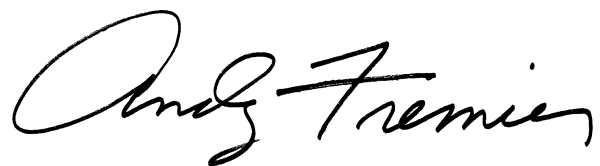
The net operating surplus for the first quarter of FY 2023-24 was \$19 million resulting from the favorable express lanes revenue.

**Recommendations:**

None. Information only.

**Attachments:**

Attachment A: BAIFA Statement of Revenues and Expenses for the Period Ended September 30, 2023  
(unaudited)



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