

CHESAPEAKE BAY BRIDGE AND TUNNEL DISTRICT



Continuing Disclosure Agreement
Annual Report | June 30, 2023
Lucius J. Kellam, Jr. Bridge-Tunnel

Chesapeake Bay Bridge and Tunnel District

Continuing Disclosure Agreement

Annual Report

Fiscal Year Ended June 30, 2023

Table of Contents

| | | |
|------|---|---------|
| I. | Toll Schedule | Table A |
| II. | Toll Transactions | Table B |
| III. | Toll Revenue Data | Table C |
| IV. | Revenues and Expenses | Table D |
| V. | Operating Results and Debt Service Coverage | Table E |
| VII. | General Fund - Fund Balance | Table F |

Chesapeake Bay Bridge and Tunnel District

**Continuing Disclosure Agreement
Annual Report
Fiscal Year Ended June 30, 2023**

Table A. Toll Schedule effective January 1, 2019.

This toll schedule revision was approved by the Commission to generate additional toll revenues to strengthen the District's financial capacity to be able to complete parallel tunnel construction.

| <u>Toll Classification</u> | <u>Vehicle Description</u> | <u>Toll</u> |
|---------------------------------------|--|--------------------|
| 1 | Two-axle, four tire vehicle (OFF PEAK) (PEAK**) | \$ 14.00 18.00 |
| 1 RT * | Class 1 return trip within 24 hours (OFF PEAK) (PEAK**) | 6.00 2.00 |
| 75 | Class 1 vehicle with 30 or more 1-way trips in 30 days. | 6.00 |
| 2 | Class 1 vehicle towing one-axle trailer | 20.00 |
| 2 RT * | Class 2 return trip within 24 hours | 12.00 |
| 3 | Class 1 vehicle towing two-axle trailer or other two-axle vehicle | 24.00 |
| 3 RT * | Class 3 return trip within 24 hours | 16.00 |
| 4 | Class 1 vehicle towing three-axle trailer | 29.00 |
| 4 RT * | Class 4 return trip within 24 hours | 21.00 |
| 9 | Two-axle, six tire vehicle over 8' in height (except buses). | 21.00 |
| 10 | Three-axle vehicle (except buses); Class 9 vehicle towing one-axle trailer | 25.00 |
| 11 | Four-axle vehicle; Class 9 towing two-axle trailer or other two-axle vehicle; Class 10 vehicle towing one-axle trailer | 34.00 |
| 12 | Five-axle vehicle; Class 9 towing three-axle trailer; Class 10 towing two-axle trailer or other two-axle vehicle; Class 11 towing one-axle trailer | 43.00 |
| 13 | Six-axle vehicle; Class 10 towing three-axle trailer; Class 11 towing two-axle trailer or other two-axle vehicle; Class 12 towing one-axle trailer | 52.00 |
| 8 | School Bus (as defined by the Code of Virginia) | 1.00 |
| 14 | Two-axle bus | 36.00 |
| 15 | Three-axle bus | 36.00 |
| 16 | Special over dimension vehicle, i.e. vehicles unable to maintain 45 mph, exceeding 84,000 pounds, exceeding 100 feet in length, or exceeding 10 feet 6 inches in width * Escort and prior approval required | 242.00 |

** Peak Season Pricing is Friday through Sunday during May 15 through September 15. Off Peak Season Pricing is all other times.

Chesapeake Bay Bridge and Tunnel District

Continuing Disclosure Agreement

Annual Report

Fiscal Year Ended June 30, 2023

Table B. Toll Transactions for Fiscal Years Ended June 30, 2023 and 2022.

| Toll Classification | Fiscal Year 2023 | Fiscal Year 2022 | Increase/ (Decrease) |
|--------------------------------|-----------------------------|-----------------------------|---------------------------------|
| 1 | 3,126,163 | 3,140,203 | (14,040) |
| 1 RT * | 451,032 | 431,527 | 19,505 |
| 75 ** | 205,749 | 193,836 | 11,913 |
| 2 | 36,354 | 37,912 | (1,558) |
| 2 RT * | 5,121 | 4,863 | 258 |
| 3 | 57,740 | 59,018 | (1,278) |
| 3 RT * | 7,068 | 6,403 | 665 |
| 4 | 3,518 | 3,751 | (233) |
| 4 RT * | 351 | 441 | (90) |
| Cars/Light Trucks | 3,893,096 | 3,877,954 | 15,142 |
| | | | |
| 9 | 60,282 | 62,069 | (1,787) |
| 10 | 21,561 | 20,214 | 1,347 |
| 11 | 16,549 | 15,483 | 1,066 |
| 12 | 297,492 | 289,905 | 7,587 |
| 13 | 3,878 | 4,356 | (478) |
| 16 | 407 | 437 | (30) |
| Heavy Trucks | 400,169 | 392,464 | 7,705 |
| | | | |
| 8 | 1,513 | 1,152 | 361 |
| 14 | 512 | 494 | 18 |
| 15 | 5,592 | 5,343 | 249 |
| Buses | 7,617 | 6,989 | 628 |
| | | | |
| Total Vehicles | 4,300,882 | 4,277,407 | 23,475 |

* Discount toll classes for vehicles making return trip within 24 hours.

** Discount toll class for vehicle making 30 or more one-way trips within 30 days.

Chesapeake Bay Bridge and Tunnel District

**Continuing Disclosure Agreement
Annual Report**

Fiscal Year Ended June 30, 2023

Table C. Toll Revenue Data for Fiscal Years Ended June 30, 2023 and 2022.

| <u>Toll Classification</u> | <u>Fiscal Year 2023</u> | <u>Fiscal Year 2022</u> | <u>Increase/ (Decrease)</u> |
|---------------------------------------|------------------------------------|------------------------------------|--|
| Cars/Light Trucks | \$ 53,028,005 | \$ 53,187,400 | \$ (159,395) |
| Heavy Trucks | 15,459,919 | 15,133,402 | 326,517 |
| Buses | 221,257 | 211,284 | 9,973 |
| Total Revenue | <u>\$ 68,709,181</u> | <u>\$ 68,532,086</u> | <u>\$ 177,095</u> |

Chesapeake Bay Bridge and Tunnel District

Continuing Disclosure Agreement

Annual Report

Fiscal Year Ended June 30, 2023

Table D. Statement of Revenues, Expenses, and Changes in Net Position

| | Fiscal Year 2023 | Fiscal Year 2022 |
|--|-----------------------------|-----------------------------|
| Operating revenues: | | |
| Toll | \$ 67,268,583 | \$ 67,085,006 |
| Other | 1,382,876 | 1,379,920 |
| Total Operating revenues | <u>68,651,459</u> | <u>68,464,926</u> |
| Operating expenses: | | |
| Administration | 424,528 | 382,661 |
| Finance | 946,552 | 844,643 |
| Operations | 4,819,436 | 4,516,599 |
| Maintenance | 4,518,019 | 4,057,855 |
| General | 4,639,461 | 4,149,801 |
| Consultants | 773,236 | 692,488 |
| Utilities | 765,355 | 930,352 |
| Total operating expenses before District facility expenses | <u>16,886,587</u> | <u>15,574,399</u> |
| District facility expenses: | | |
| Insurance | 1,437,921 | 1,286,424 |
| Depreciation | 636,758 | 676,957 |
| Bridge and tunnel preservation | 2,312,898 | 1,623,287 |
| Other | 121,831 | 78,086 |
| Total District facility expenses | <u>4,509,408</u> | <u>3,664,754</u> |
| Total operating expenses | <u>21,395,995</u> | <u>19,239,153</u> |
| Operating income | <u>47,255,464</u> | <u>49,225,773</u> |
| Nonoperating revenues (expenses): | | |
| Change in fair value of investments | 11,165,440 | (21,292,679) |
| Interest income | 9,255,953 | 6,111,853 |
| Bond interest expense | (24,173,272) | (20,080,634) |
| (Loss) gain on asset disposal | 4,000 | (20,932) |
| Bond issuance costs | - | (287,791) |
| Other expenses, net | (15,907) | (5,692) |
| Total nonoperating expenses, net | <u>(3,763,786)</u> | <u>(35,575,875)</u> |
| Increase in net position | <u>\$ 43,491,678</u> | <u>\$ 13,649,898</u> |

Chesapeake Bay Bridge and Tunnel District

**Continuing Disclosure Agreement
Annual Report
Fiscal Year Ended June 30, 2023**

Table E. Operation Results and Debt Coverage for Fiscal Years Ended June 30, 2023 and 2022.

| <u>Line Number</u> | | <u>Fiscal Year 2023</u> | <u>Fiscal Year 2022</u> |
|------------------------|---|-------------------------------|-------------------------------|
| | Revenues: | | |
| 1 | Toll revenues | 67,268,583 | 67,085,006 |
| 2 | Other operating revenues | <u>1,382,876</u> | <u>1,379,920</u> |
| 3 | Total operating revenues (sum lines 1 & 2) | 68,651,459 | 68,464,926 |
| 4 | Interest income | <u>8,920,741</u> ¹ | <u>5,982,745</u> ¹ |
| 5 | Revenues (sum lines 3 & 4) | <u>77,572,200</u> | <u>74,447,671</u> |
| | Expenses Items: | | |
| 6 | Operating expenses before district facility expenses | 16,886,587 | 15,574,399 |
| 7 | Operations and maintenance expense reserve fund deposit | 258,645 | 331,000 |
| 8 | First tier debt service reserve fund deposit | - | - |
| 9 | Second tier debt service reserve fund deposit | - | - |
| 10 | Current Expenses - For First Tier and Second Tier Coverage Calculation (line 6-7) | 17,145,232 | 15,905,399 |
| 11 | Current Expenses - For Subordinate Tier Coverage and All Deposits Coverage Calculation (sum lines 6-9) | 17,145,232 | 15,905,399 |
| 12 | Net Revenues - For First Tier and Second Tier Coverage Calculation (line 5 minus line 10) | 60,426,968 | 58,542,272 |
| 13 | Net Revenues - For Subordinate Tier Coverage and All Deposits Calculation (line 5 minus line 11) | 60,426,968 | 58,542,272 |
| | First Tier Coverage: | | |
| 14 | First tier principal and interest requirement | 15,763,683 ² | 15,814,671 ² |
| 15 | First tier debt service coverage ratio (line 12 / line 14) | 3.83x | 3.70x |
| | Second Tier Coverage: | | |
| 16 | Second tier principal and interest requirement | - | - |
| 17 | Second tier debt service coverage ratio (line 12 / sum of line 14 & 16) | 3.83x | 3.70x |
| | Subordinate Tier Coverage: | | |
| 18 | TIFIA loan principal and interest requirement | 3,230,647 ² | - |
| 19 | VTIB loan principal and interest requirement | <u>734,279</u> ² | <u>27,403</u> ² |
| 20 | Total subordinate tier principal and interest requirement (sum lines 18 & 19) | <u>3,964,926</u> | <u>27,403</u> |
| 21 | Subordinate tier debt service coverage ratio (line 13 / sum of line 14, 16 & 20) | 3.06x | 3.70x |
| | Other Deposits: | | |
| 22 | Subordinate tier debt service reserve fund deposit | - | - |
| 23 | Reserve maintenance fund deposit | <u>10,779,226</u> | <u>7,782,895</u> |
| 24 | Total other deposits (sum lines 22 & 23) | <u>10,779,226</u> | <u>7,782,895</u> |
| 25 | All required deposits coverage ratio (line 13 / sum of line 14, 16, 20 & 24) | 1.98x | 2.48x |

¹ Excludes interest earnings from funds associated with debt service funds and debt service reserve funds.

² Shown net of capitalized interest and interest earnings on debt service funds and debt service reserve funds

Chesapeake Bay Bridge and Tunnel District

Continuing Disclosure Agreement

Annual Report

Fiscal Year Ended June 30, 2023

**Table F. General Revenue Bond Resolution General Fund -
Statement of Net Position for the Fiscal Years Ended June 30, 2023 & 2022**

| | Fiscal Year 2023 | Fiscal Year 2022 |
|---|-----------------------------|-----------------------------|
| Cash | \$ 223,343 | \$ 478,626 |
| Investments (1) | 310,103,757 | 263,747,400 |
| Accrued coupon interest receivable | 1,360,221 | 758,303 |
| Fixed Assets - Construction in progress - | | |
| Parallel Thimble Shoal Tunnel | 90,666,124 | 87,780,712 |
| Parallel Chesapeake Tunnel | 3,476,500 | 3,476,500 |
| Total Assets | <u>\$ 405,829,945</u> | <u>\$ 356,241,541</u> |
| Current Liabilities | <u>427,550</u> | <u>271,874</u> |
| Total Net Position | <u>\$ 405,402,395</u> | <u>\$ 355,969,667</u> |

(1) Investments are stated at fair value in accordance with Governmental Accounting Standards Board Statement #72.