

VandenBerghe, Alissa (Consultant)

From: Smith, Helena Kennedy
Sent: Tuesday, December 23, 2008 8:04 AM
To: Paananen, Ron; Stone, Craig; Hunter, Carol; Everett, Susan; White, John
Cc: Dye, Dave; 'Baker@pbworld.com'; 'Ladner@pbworld.com'
Subject: Re: I-5 improvements

PS. We're adapting the "high clip" model used to estimate the bored tunnel fin capacity so it can be used for HOT questions. (We need it for 405.). It will be ready in order to provide 405 estimates in mid-Jan. This adaptation takes some careful consideration since we can't calibrate financing for HOT revenue bonds as easily as we can for traditional tolls using GO bonds.

Please don't promise something we can't deliver, like results by Christmas. But we'll get there while Session is still in its early phases.

From: Smith, Helena Kennedy
To: Paananen, Ron; Stone, Craig; Hunter, Carol; Everett, Susan; White, John
Cc: Dye, Dave
Sent: Tue Dec 23 07:54:48 2008
Subject: Re: I-5 improvements

The only thing we know about HOT lanes "off the shelf" was our HOT scenario (Scen 10) for 520/90.

When we Tolloed 520 at the highest rates, in order to keep most people in the I-90 corridor, we increased total funding by 17 per cent as compared to Scenario 6. When we toll both bridges at that high rate, by comparison, Total funding was about 220 per cent.

HOT lanes on I-5 aren't directly comparable, but you're not going to see huge funding.

From: Paananen, Ron
To: Stone, Craig; Smith, Helena Kennedy; Hunter, Carol; Everett, Susan; White, John
Cc: Dye, Dave
Sent: Tue Dec 23 06:28:13 2008
Subject: I-5 improvements

There is interest from the Governor's office in looking at how improvements on I-5 may be funded through a HOT lane strategy. Two questions came up: 1. What are the next set of improvements (beyond the list of \$637 million shown in the folio) that will bring "real" added capacity to I-5; and 2. How much revenue could be generated by initiating HOT lane tolling. This could include tolling one or two lanes on the mainline, and/or tolling the express lanes. The goal would be to use existing I-5 funds with tolling to fund all the I-5 improvements.

We didn't get a specific deadline, but Dec. 25th would be a good day. OK, I know we are all busy that day. Dave can weigh in on when we may need the information, but my impression was around the end of the year, or the first week of January.

Dave, anything else you want to add based on yesterday's conversation?