

## **SUMMARY STATEMENT**

**ITEM NO.:** DRPA-17-002

**SUBJECT:** Authorization to Defer  
Effective Date of Biennial CPI-Based  
Toll Increase to January 1, 2019

**COMMITTEE:**

Finance

**COMMITTEE MEETING DATE:**

January 4, 2017

**BOARD ACTION DATE:**

January 18, 2017

**PROPOSAL:** That the Board authorizes and directs that the scheduled effective date for the Consumer Price Index-based biennial toll increase approved by DRPA Resolution 08-064, as amended by DRPA Resolution 09-096 and DRPA Resolution 14-147, be deferred from January 1, 2017 to January 1, 2019.

**PURPOSE:** To reduce the burden on toll payers by deferring the scheduled effective date from January 1, 2017 to January 1, 2019 for the biennial toll increase corresponding to increases in the regional Consumer Price Index for the period beginning September 30, 2013 and ending September 30, 2018.

**BACKGROUND:** At its meeting of August 20, 2008, the Board of Commissioners of the Authority ("Board") approved a revised Toll Schedule in the form of Attachment "A" to DRPA Resolution 08-064. The Toll Schedule included a number of revisions, including, among other things, a scheduled biennial increase in tolls based upon certain increases in the Consumer Price Index for the Philadelphia region ("CPI") to commence on January 1, 2013 and biennially thereafter. Pursuant to DRPA Resolution 09-096 duly adopted on December 9, 2009, the Board amended the Toll Schedule to defer the date of certain toll increases scheduled to occur on September 1, 2010 to instead occur on July 1, 2011.

A biennial toll increase was not implemented on January 1, 2013 resulting from the fact that the CPI for the biennial calculation period ended September 30, 2012 did not exceed the then-current Toll Schedule. The Board has now been advised by the Finance Committee that increases in the CPI for the biennial calculation period ended September 30, 2016 would result in an increase in the Toll Schedule, which toll increase would become effective on January 1, 2017.

Notwithstanding the foregoing, the Board has determined, that sufficient revenues and bond project fund and General Fund "pay-go" capital funds are available to fund the next three to four years of its capital plan, and that it is therefore both proper and prudent to defer

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**Finance – 1/4/2017**

**Authorization to Defer Effective Date of**  
**Biennial CPI-Based Toll Increase to**  
**January 1, 2019**

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**the effective date for the scheduled biennial CPI-based toll increase from January 1, 2017 to January 1, 2019.**

**(Note: Based on present budgetary forecasts, it is anticipated that the implementation for a CPI indexed increase in 2019, will also be delayed for an additional two years.)**

<b>SUMMARY:</b>	<b>Amount:</b>	<b>N/A</b>
	<b>Source of Funds:</b>	<b>N/A</b>
	<b>Capital Project #:</b>	<b>N/A</b>
	<b>Operating Budget:</b>	<b>N/A</b>
	<b>Master Plan Status:</b>	<b>N/A</b>
	<b>Other Fund Sources:</b>	<b>N/A</b>
	<b>Duration of Contract:</b>	<b>N/A</b>
	<b>Other Parties Involved:</b>	<b>N/A</b>

**DRPA-17-002**  
**Finance Committee: January 04, 2017**  
**Board Date: January 18, 2017**  
**Authorization to Defer Effective Date of Biennial**  
**CPI-Based Toll Increase to January 1, 2019**

**RESOLUTION**

**RESOLVED:** That the Board of Commissioners of the Authority ("Board") hereby authorize and approve the deferral of the scheduled effective date for the biennial Consumer Price Index-based toll increase authorized by DRPA-08-064, as amended by DRPA-09-096 and DRPA 14-147, from January 1, 2017 to January 1, 2019; and

**RESOLVED:** That the Chair, Vice Chair and Chief Executive Officer must approve and are hereby authorized to approve and execute any and all necessary schedules, agreements, contracts or other documents on behalf of the Authority. If such schedules, agreements, contracts or other documents have been approved by the Chair and the Chief Executive Officer and if, thereafter, the Chair is absent or unavailable, and it is necessary to execute said document(s) while the Chair is absent or unavailable, the Chief Executive Officer may execute said document(s) on behalf of the Authority; and

**RESOLVED:** That Authority staff are hereby authorized to take all other necessary and convenient actions, subject in each case to review and advice of the Chief Executive Officer and Counsel, in order to undertake and effectuate on behalf of the Authority the deferral of the scheduled effective date for the biennial Consumer Price Index-based toll increase from January 1, 2017 to January 1, 2019, all in accordance and consistent with DRPA-08-064, as amended by DRPA-09-096, and DRPA 14-147, and this Resolution.

<b>SUMMARY:</b>	<b>Amount:</b>	N/A
	<b>Source of Funds:</b>	N/A
	<b>Capital Project #:</b>	N/A
	<b>Operating Budget:</b>	N/A
	<b>Master Plan Status:</b>	N/A
	<b>Other Fund Sources:</b>	N/A
	<b>Duration of Contract:</b>	N/A
	<b>Other Parties Involved:</b>	N/A