

**GENERAL MEETING OF THE BOARD OF DIRECTORS
OF THE NORTH EAST TEXAS
REGIONAL MOBILITY AUTHORITY**

RESOLUTION NO. 19-29

WHEREAS, the North East Texas Regional Mobility Authority (“NET RMA”) was created pursuant to the request of Gregg and Smith Counties and in accordance with provisions of the Transportation Code and the petition and approval process established in 43 Tex. Admin. Code § 26.1, *et seq.* (the “RMA Rules”); and

WHEREAS, the Board of Directors of the NET RMA has been constituted in accordance with the Transportation Code and the RMA Rules; and

WHEREAS, subsequent to the initial formation of the NET RMA the Counties of Cherokee, Rusk, Harrison, Upshur, Bowie, Panola, Van Zandt, Wood, Titus, Kaufman, Camp, and Cass joined the Authority and are represented on the Board of Directors; and

WHEREAS, prudent management and fiscal oversight are overriding objectives of the NET RMA Board of Directors; and

WHEREAS, it is necessary and desirable to develop and adopt a budget for NET RMA operations at the commencement of each fiscal year; and

WHEREAS, the 2018–2019 fiscal year ends on September 30, 2019; and

WHEREAS, the NET RMA has developed a budget for fiscal year 2019–2020 (“FY 2020”), attached hereto as Attachment “A.”


NOW THEREFORE, BE IT RESOLVED, that the NET RMA Board of Directors approves the budget for FY 2020, attached hereto as Attachment “A.”; and

BE IT FURTHER RESOLVED, that this budget may be amended from time to time with the approval of the Board of Directors.


Adopted by the Board of Directors of the North East Texas Regional Mobility Authority on the 10th day of September, 2019.

Submitted and reviewed by:

Approved:



C. Brian Cassidy
General Counsel for the North East
Texas Regional Mobility Authority



Linda Ryan Thomas
Chair, Board of Directors
Date Passed: 09/10/19
Resolution No. 19-29



Account Number	Account Name	Budget Amount 2019	Eight Months Ended 5-31-2019	Estimated Actual FY19	Proposed FY20 Budget Total	Variance FY20 to FY19 Estimated Actuals	Percentage Increase/Decrease over FY19 Estimated Actuals
Operating Revenue							
40030	Toll Revenue - Electronic - Gross		\$ 7,641,818	\$ 12,090,536	\$ 14,000,000	\$ 1,909,464	
40035	Toll Revenue - Video - Gross		\$ 2,389,537	\$ 4,665,884	\$ 5,640,000	\$ 974,116	
40040	Toll Violation Fees - Gross		\$ 575,538	\$ 2,682,525	\$ 2,000,000	\$ (682,525)	
40005	County Contributions		\$ 36,000	\$ 36,000	\$ 40,000	\$ 4,000	
Total Operating Revenue		\$ 18,253,004	\$ 10,642,892	\$ 19,474,945	\$ 21,680,000	\$ 2,205,055	11%
Other Revenue							
40020	Interest Income	\$ 130,000	\$ 557,305	\$ 835,958	\$ 650,552	\$ (185,406)	-22%
40025	Income on Investments	\$ 250,000	\$ 63,094	\$ 94,641	\$ -	\$ (94,641)	-100%
Total Other Revenue		\$ 380,000	\$ 620,399	\$ 930,599	\$ 650,552	\$ (280,047)	-30%
Total Revenue							
Operations & Maintenance							
Administration							
50005	Accounting and Payroll (Consultant Support)	\$ 19,000	\$ 52,905	\$ 62,305	\$ 15,400	\$ (46,905)	-75%
50160	Annual Report	\$ 17,500	\$ 11,141	\$ 11,741	\$ 12,500	\$ 759	6%
50010	Auditing (Prothro Wilhelmi)	\$ 34,000	\$ 41,665	\$ 41,665	\$ 35,000	\$ (6,665)	-16%
50030	Board & Staff Travel Expense	\$ 20,000	\$ 10,530	\$ 16,628	\$ 16,000	\$ (628)	-4%
50105	Project Director Contractual Employees Expense	\$ 45,000	\$ 51,074	\$ 76,611	\$ 77,000	\$ 389	1%
50090	Employees Salary	\$ 684,798	\$ 458,903	\$ 688,355	\$ 843,000	\$ 154,645	22%
50095	Payroll Taxes	\$ 157,503	\$ 32,082	\$ 48,123	\$ 68,351	\$ 20,228	42%
50100	Employee Benefit - Insurance	\$ -	\$ 25,788	\$ 42,267	\$ 67,000	\$ 24,733	59%
New Acct	Employee Benefit - Retirement	\$ -	\$ 40,360	\$ 55,465	\$ 72,423	\$ 16,958	31%
50130	Office Expense & Temporary Help (Copier & Temporary Help in separate line items for 2020)	\$ 18,000	\$ 15,898	\$ 24,318	\$ 12,800	\$ (11,518)	-47%
50132	Temporary Help (New)	\$ -	\$ -	\$ -	\$ 17,000	\$ 17,000	#DIV/0!
50133	Copier Expense (New)	\$ -	\$ -	\$ -	\$ 4,100	\$ 4,100	#DIV/0!
50131	Board Meeting Supplies & Expense (Not budgeted FY 19)	\$ -	\$ 6,077	\$ 9,115	\$ 9,400	\$ 285	3%
50155	Software Hardware	\$ 7,500	\$ 10,874	\$ 10,986	\$ 15,500	\$ 4,514	41%
50135	Postage	\$ 4,000	\$ 682	\$ 1,023	\$ 1,500	\$ 477	47%
50140	Rent	\$ 61,083	\$ 40,722	\$ 61,083	\$ 62,915	\$ 1,832	3%
50045	Membership Dues & Subscriptions	\$ 16,000	\$ 12,785	\$ 14,221	\$ 16,000	\$ 1,779	13%
50240	Risk Management Invoice and Asset Insurance Expense	\$ 63,150	\$ 40,259	\$ 64,411	\$ 67,000	\$ 2,589	4%
50020	Legal Services - General Support	\$ 300,000	\$ 53,197	\$ 90,297	\$ 92,000	\$ 1,703	2%
50015	Legal Services - Toll 49 Operations	\$ 200,000	\$ 104,146	\$ 180,576	\$ 185,000	\$ 4,424	2%
50145	Legal Notices & Required Postings	\$ -	\$ 142	\$ 300	\$ 300	\$ -	0%
50150	IT Support	\$ 46,629	\$ 30,465	\$ 45,698	\$ 48,000	\$ 2,302	5%
50080	Website Maintenance	\$ 15,000	\$ 8,180	\$ 32,520	\$ 20,000	\$ (12,520)	-38%
50125	Internet/Phones	\$ 17,000	\$ 13,712	\$ 20,568	\$ 21,000	\$ 432	2%
50050	Other Administrative Expenses	\$ 10,656	\$ 1,717	\$ 660	\$ 600	\$ (60)	-9%
50175	Court Liaison	\$ -	\$ 1,750	\$ 1,750	\$ -	\$ (1,750)	-100%
50231,50233,50234	Marketing	\$ 100,000	\$ 121,442	\$ 167,340	\$ 250,000	\$ 82,660	49%
New Acct	Public Involvement	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	#DIV/0!
50035	Professional Development	\$ 12,000	\$ 2,424	\$ 3,636	\$ 8,500	\$ 4,864	134%
50040	Surety Bonds	\$ 2,500	\$ 326	\$ 1,329	\$ 2,200	\$ 871	66%
50055	Trustee Fees	\$ 5,000	\$ -	\$ 8,000	\$ 8,000	\$ -	0%

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50232	Toll 49 Seg 4 Sponsorship Expenses (Line item no longer needed for FY 20)	\$ -	\$ 9,700	\$ 9,700	\$ -	\$ (9,700)	-100%
50056	Financial Advisor Disclosure Fee	\$ 4,500	\$ -	\$ 4,500	\$ 4,500	\$ -	0%
50057	Bond Counsel Services	\$ 12,000	\$ 60,663	\$ 61,244	\$ 50,000	\$ (11,244)	-18%
50058	Contract Labor - COT Police Department (New)	\$ -	\$ -	\$ -	\$ 218,400	\$ 218,400	#DIV/0!
	Total Administration	\$ 1,872,819	\$ 1,259,609	\$ 1,856,435	\$ 2,421,389	\$ 564,954	30%
	General Engineering					\$ -	
50110	Atkins Annual GEC	\$ 325,000	\$ 166,174	\$ 290,950	\$ 315,050	\$ 24,100	8%
	Atkins Annual Inspection (line item not needed for 2020; part of annual GEC)	\$ 36,437	\$ -	\$ -	\$ -	\$ -	#DIV/0!
	Atkins Pavement Mgmt. Plan Development (line item not needed for 2020)	\$ 18,000	\$ -	\$ -	\$ -	\$ -	#DIV/0!
	Total General Engineering	\$ 379,437	\$ 166,174	\$ 290,950	\$ 315,050	\$ 24,100	8%
	Roadway Maintenance						
50250	Routine Maintenance Supplies & Signs	\$ 980,000	\$ 680,249	\$ 1,020,374	\$ 1,200,000	\$ 179,627	18%
50251	Rental - Equipment	\$ -	\$ 37,090	\$ 87,250	\$ 15,000	\$ (72,250)	-83%
50255	Incident response (TxDOT)	\$ 150,000	\$ 1,930	\$ 2,895	\$ 100,000	\$ 97,105	3354%
50260	Facilities Maintenance (Atkins)	\$ 86,300	\$ 51,619	\$ 77,429	\$ 70,000	\$ (7,429)	-10%
50270	Preventative Maintenance (line item will not be utilized for 2020)	\$ -	\$ 55,499	\$ 55,499	\$ -	\$ (55,499)	-100%
50271	Waste Collection	\$ -	\$ 1,069	\$ 1,604	\$ 1,700	\$ 97	6%
50272	Small Tools, Equipment & Supplies	\$ -	\$ 5,941	\$ 8,912	\$ 8,950	\$ 39	0%
50274	Fuel	\$ -	\$ 9,583	\$ 14,375	\$ 23,130	\$ 8,756	61%
50276	Repairs & Maintenance - Maint Vehicles & Equipment	\$ -	\$ 1,793	\$ 3,657	\$ 11,000	\$ 7,344	201%
	Traffic Management (Delineators)	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	#DIV/0!
	Total Roadway Maintenance	\$ 1,216,300	\$ 844,773	\$ 1,271,992	\$ 1,469,780	\$ 197,788	16%
	Toll Collections (Will be reflected as cost of revenue)						
50165	Toll Tag Trx Processing (System HUB)	\$ 853,864	\$ 535,680	\$ 823,975	\$ 980,000	\$ 156,025	19%
50170	Video Processing Costs (Collection Expense)(converting to reflect gross)(23% of Video & Violation fees)	\$ -	\$ 4,445	\$ 2,369,773	\$ 1,757,200	\$ (612,573)	
50171	Video - Image Review	\$ 160,452	\$ 207,257	\$ 310,886	\$ 312,000	\$ 1,114	0%
	Total Toll Collections	\$ 1,014,316	\$ 747,382	\$ 3,504,634	\$ 3,049,200	\$ (455,434)	-13%
	Toll Maintenance Support					\$ -	
50180	ETC Maintenance (KAPSCH Routine Maintenance)	\$ 394,597	\$ 212,000	\$ 318,000	\$ 471,194	\$ 153,194	48%
	ETC Equipment Repairs	\$ 150,000	\$ -	\$ -	\$ 110,000	\$ 110,000	#DIV/0!
	Total Toll Maintenance Support	\$ 544,597	\$ 212,000	\$ 318,000	\$ 581,194	\$ 263,194	83%
	Toll Operations Support						
50285	T&R Consultant	\$ 55,000	\$ 54,561	\$ 79,809	\$ 84,000	\$ 4,191	5%
50200	Toll Operating System Support (line item shouldn't be needed in FY 2020)	\$ -	\$ 9,000	\$ 9,000	\$ -	\$ (9,000)	-100%
50220, 50225	Toll Communications	\$ 107,747	\$ 64,554	\$ 89,502	\$ 83,500	\$ (6,002)	-7%
50230	Toll System Marketing (TxDOT)(line item not needed in FY 2020)	\$ -	\$ 5,340	\$ 5,340	\$ -	\$ -	
50235	Utility Elec. Lines	\$ 18,000	\$ 22,279	\$ 32,865	\$ 35,000	\$ 2,135	6%
50210	Toll Operations Support (includes Cogensia and procurement costs for toll system integrator)	\$ 124,480	\$ 104,329	\$ 173,035	\$ 252,301	\$ 79,266	46%
	Total Toll Operations Support	\$ 305,227	\$ 260,063	\$ 389,551	\$ 454,801	\$ 70,590	18%
	Total O&M Expenses	\$ 5,332,696	\$ 3,490,001	\$ 7,631,562	\$ 8,291,414	\$ 659,852	9%
	Less: System HUB Fees (netted out of monthly Revenue Fund deposit)				\$ (980,000)		
	Less: Video Processing Costs (Collection Expense) (netted out of weekly Revenue Fund deposits)				\$ (1,757,200)		
	Adjusted O&M Expenses				\$ 5,554,214		
	Operating Capital Budget						
	Capital Outlay: Truck for Additional Maintenance Employee	\$ -	\$ -	\$ -	\$ 55,000	\$ 55,000	
	Total Operating Capital Budget	\$ -	\$ -	\$ -	\$ 55,000	\$ 55,000	
	Less: Estimated Cash Balance in O&M Fund				\$ (2,000,000)		
	O&M Expenses and Operating Capital Amounts Subject to Required Monthly Transfers from Revenue Fund				\$ 3,609,214		

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General Fund Project Costs							
50303	Priority Projects - FY 2019 & Prior Awards	\$ 600,000	\$ 135,838	\$ 308,021	\$ 717,817	\$ 409,796	133%
	Priority Projects - FY 2020 Award	\$ -	\$ -	\$ -	\$ 700,000	\$ 700,000	#DIV/0!
	Segment 6 Environmental Studies and Support Construction Project						
	Segment 6 Environmental Studies and Support	\$ 1,900,000	\$ 590,178	\$ 1,042,000	\$ 2,900,000	\$ 1,858,000	178%
50025	Legal Services - Leqislative Support	\$ 85,000	\$ 40,239	\$ 82,782	\$ 30,000	\$ (52,782)	-64%
	Capital Item:						
	Toll 49 Widening Study	\$ -	\$ -	\$ -	\$ 1,300,000	\$ 1,300,000	
Total General Fund Project Costs		\$ 2,585,000	\$ 766,255	\$ 1,432,803	\$ 5,647,817	\$ 4,215,014	294%
Renewal and Replacement (R&R) Projects FY2019							
	Capital Purchase						
	Bobcat Skid Steer - High Tract with Attachments	\$ -	\$ -	\$ -	\$ 152,000	\$ 152,000	#DIV/0!
	Camera Equipment Replacement (Required)	\$ -	\$ -	\$ -	\$ 193,326	\$ 193,326	
Total Capital Purchase		\$ -	\$ -	\$ -	\$ 345,326	\$ 345,326	#DIV/0!
	Erosion Control - Carryover from FY 2019	\$ 858,757	\$ 219,600	\$ 458,757	\$ 400,000	\$ (58,757)	-13%
	Erosion Control - FY 2020	\$ -	\$ -	\$ -	\$ 550,000	\$ 550,000	#DIV/0!
	One Course Surface Treatment	\$ 1,557,866	\$ -	\$ 1,447,333	\$ -	\$ (1,447,333)	-100%
Total Other R&R		\$ 2,416,623	\$ 219,600	\$ 1,906,090	\$ 950,000	\$ (956,090)	-50%
Total Renewal and Replacement Costs		\$ 2,416,623	\$ 219,600	\$ 1,906,090	\$ 1,295,326	\$ (610,764)	-32%
	Less: Prior Year Carryover Covered in Prior Year Budget				\$ (400,000)		
Renewal and Replacement Costs - Budget Subject to Monthly Transfers From Revenue Fund Per Bond Indenture					\$ 895,326		
CONSTRUCTION PROJECTS FY 2020							
	Construction Bond Fund - Segment 4 Project	\$ 15,100,000	\$ 11,075,215	\$ 12,118,204	\$ 1,100,000	\$ (11,018,204)	-91%
	Construction Caddo Fund - Caddo Nation/TX Archeological Society Native American Scholarship Fund	\$ -	\$ 70,000	\$ 70,000	\$ 99,900	\$ 29,900	43%
Total Construction Fund Segment 4 Project Costs - Cash Outlay		\$ 15,100,000	\$ 11,145,215	\$ 12,188,204	\$ 1,199,900	\$ (10,988,304)	-90%
DEBT SERVICE							
	Senior Bond Interest Expense	\$ 2,806,538	\$ 4,157,833	\$ 6,236,750	\$ 6,236,750	\$ -	0%
	Subordinate Bond Interest Expense	\$ 2,830,750	\$ 1,887,167	\$ 2,830,750	\$ 2,795,750	\$ (35,000)	-1%
Total Debt Service - Interest Expense		\$ 5,637,288	\$ 6,045,000	\$ 9,067,500	\$ 9,032,500	\$ (35,000)	0%
	Debt Service - Noncash Reduction						
	Senior Bond - Bond Premium Amortization	\$ -	\$ (621,615)	\$ (932,423)	\$ (932,423)	\$ (0)	0%
	Subordinate Bond - Bond Premium Amortization	\$ -	\$ (295,702)	\$ (443,553)	\$ (435,326)	\$ 8,227	-2%
Total Debt Service - Noncash Reduction - Bond Premium Amortization		\$ -	\$ (917,317)	\$ (1,375,976)	\$ (1,367,749)	\$ 8,227	-1%
Depreciation Expense - Noncash Expense		\$ 6,550,000	\$ 5,197,919	\$ 10,222,307	\$ 10,523,788	\$ 301,481	3%