

Kentucky Public Transportation Infrastructure Authority (KPTIA)
Kentucky Transportation Building
200 Mero Street
Frankfort, Kentucky

Meeting No. 5
November 17, 2010
1:00 pm EST

The meeting was called to order by Chairman Mike Hancock. A roll call was taken and a quorum was present.

Those in attendance were: Chairman Michael Hancock, Lori Flanery, Joseph H. Mattingly, Jim Ward, Elaine Walker, Charlie Johnson, Nelda Barton-Collings, Don Kelly, Glenn Mitchell, and Larry Sanderson.

A motion was made by Ms. Walker and seconded by Mr. Mitchell to approve the minutes of the August 4, 2010 meeting. The minutes were unanimously approved as written.

Chairman Hancock asked for public comments from those in attendance but no one from the public elected to speak.

The next agenda item was an update from Steve Schultz, Executive Director of the Louisville and Southern Indiana Bridges Authority (LASIBA). Mr. Schultz introduced Tim Wilschetz and Lisa Fenner of KPMG Infrastructure Advisory Group, the consultant hired to examine funding and cost projections and analyze traffic and revenue studies.

A PowerPoint presentation was given by Mr. Schultz, Ms. Fenner and Mr. Wilschetz. Mr. Schultz reviewed the Bi-State Authority's strategic plan and objectives. The objectives include building the Bi-State Authority into an effective, long-term project sponsor; to execute a financial plan that is fair, sound and doable; to manage risk to realize long-term project benefits; and to deliver on all the expected project benefits.

Mr. Schultz spoke of four key common needs across all delivery models: funding; forecasting; federal decisions; and flexible project delivery, risk allocation and financing mechanisms. He stated that user fees or tolls would have to be part of the funding solution to satisfy fiscal constraint but that a priority of the Bi-State Authority will be to keep tolls and traffic diversion to a minimum. Mr. Schultz stated that the Authority is committed to delivering a financial plan for the entire project and not to divide the project.

As part of the PowerPoint presentation, Ms. Fenner discussed the initial financial plan (IFP). She stated that the update to the IFP must be submitted by December 31, 2010 in order to comply with House Bill 4 (2010 Special Session) and that failure to meet this deadline would stop KYTC funding for this project.

Secretary Hancock announced that KIPDA (Kentucky Regional Planning & Development Agency) had received official notification from FHWA (Federal Highways Administration) approving its Metropolitan Long-Range Transportation Plan.

Mr. Schultz stated that a Project Work Plan is being developed and that the Work Plan will be reviewed with KPTIA during one of its December meetings. He also reviewed a time line of needed action items and upcoming milestones.

Mr. Wilschetz discussed alternative project delivery models and the potential benefits of these models. He stated that two ways of closing the funding gap is to reduce project costs and to raise additional funding and that the Project Work Plan will address these ongoing tasks.

On page 22 of the PowerPoint presentation, Mr. Wilschetz reviewed six project delivery models, the roles of public and private sectors, and how project risks are shared. Ms. Walker asked if case studies of project delivery alternatives could be presented to KPTIA for its review, and Mr. Wilschetz agreed to do this.

Mr. Schultz proposed to present to KPTIA a draft of the update to the initial financial plan on December 10, 2010. Following a public input session and consideration by LASIBA, KPTIA would reconvene on December 16, 2010 to take formal action on the IFP. Chairman Hancock stated follow-up contact will be made with KPTIA members to confirm these dates.

A motion to adjourn was made by Mr. Johnson and seconded by Ms. Flanery.

(PowerPoint presentation attached to transcript).

(Minutes were taped and transcribed by Terri Pelosi, Court Reporter, this the 29th day of November, 2010.

Terri Pelosi
Court Reporter