

Measure M2

2021 UPDATE

NEXT 10

DELIVERY PLAN

Overview

- Purpose
- Accomplishments
- Financial Outlook
- Deliverables
- Next Steps



M2 Delivery Plans

- Purpose

- Confirm promised plan can be delivered
- Ensure financial sustainability
- Implement projects and programs expeditiously



- Work to date:

- ✓ Early Action Plan (2007-2012)
- ✓ M2020 Plan (2012-2020)
- ✓ Next 10 Plan (2017-2026)
Updates in 2017, 2018, 2019, and 2020
- ✓ Next 10 Plan-2020 Plan horizon extended (2021-2030)

M2 Accomplishments to Date

- Freeways
 - ✓ 13 projects completed
 - ✓ 611,000 motorist assists/lane clearances
 - ✓ Endowment to protect mitigation properties
- Streets and Roads
 - ✓ 151 street capacity improvement projects
 - ✓ 120 signal synchronization projects
 - ✓ \$513 million in flexible funding distributed
- Transit
 - ✓ Expanded Metrolink service
 - ✓ Station, track, and grade crossing improvements
 - ✓ OC Streetcar underway
 - ✓ \$92 million for expanded mobility choices for of seniors and persons with disabilities
 - ✓ 112 bus stop enhancements
 - ✓ 26 community-based circulators
- Environmental Cleanup
 - ✓ 196 water quality projects
 - ✓ 45 million gallons of trash collected



Financial Framework

- Revenue:
 - \$13.2 billion of M2 funds
 - \$3.5 billion of external funds
- Single bond issuance of \$200 million in 2023
- Minimum debt service coverage ratio of 5.9x
- Minimum cash balance of \$283 million
- Ending cash balance of \$216 million in 2041



ENVIRONMENTAL



A total of 5% of OC Go Freeway Program funds is allocated to the Freeway Environmental Mitigation Program



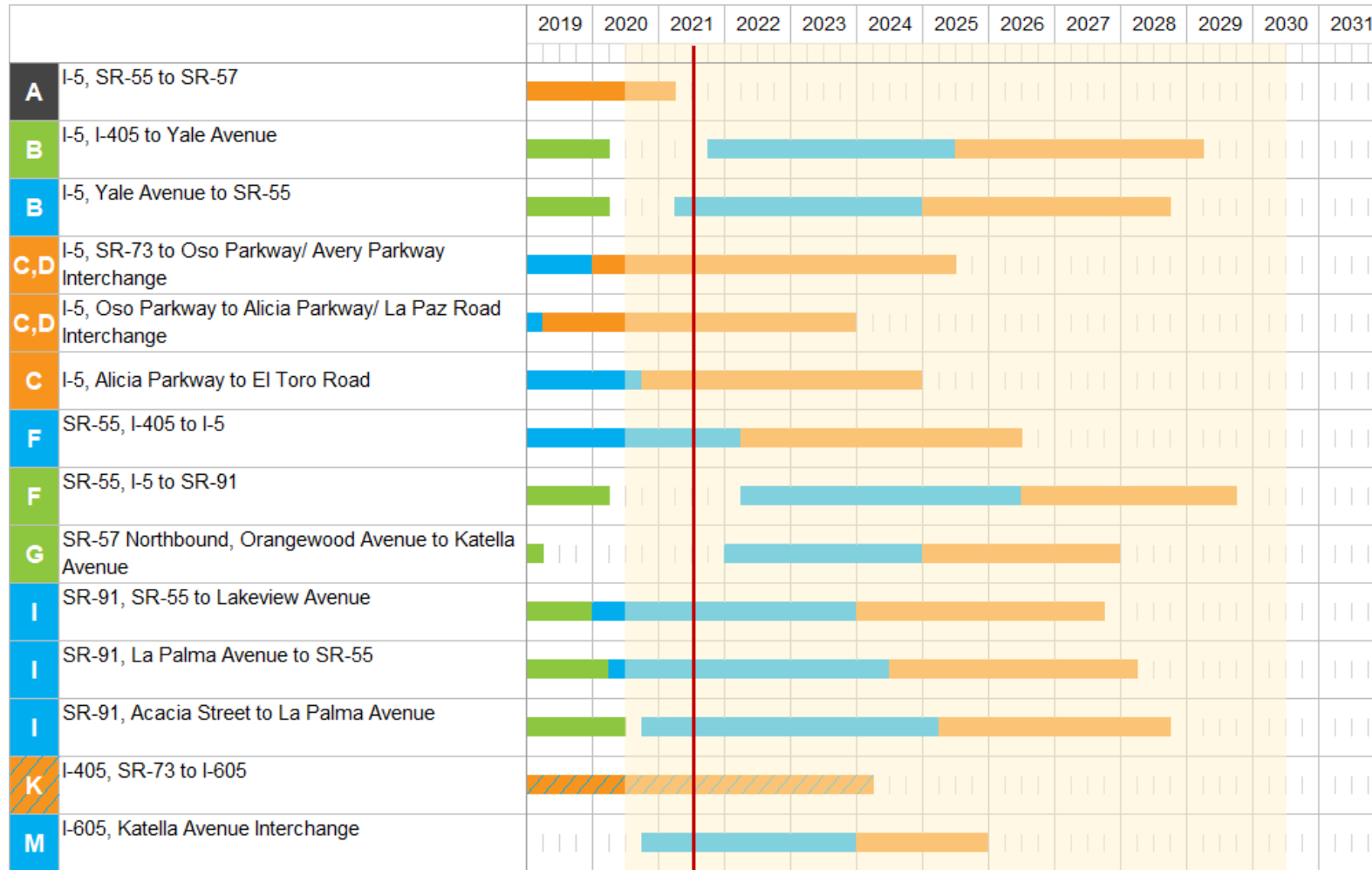
A total of 2% of the overall OC Go Program funds is allocated to the Environmental Cleanup Program

Next 10 Plan Deliverables Summary

- Freeways
 - Deliver 14 freeway projects
 - Continue annual endowment deposits
- Streets and Roads
 - Return 18 percent to local agencies for transportation needs
 - Provide annual grants to address street bottlenecks and gaps
 - Fund ongoing coordination of 2,200 traffic signals
- Transit
 - Continue operation of Metrolink and fund station improvements
 - Complete OC Streetcar construction and begin operations
 - Offer enhanced mobility options for seniors and persons with disabilities
 - Continue to support local transit circulators
- Environmental Cleanup
 - Provide ongoing grants for water cleanup

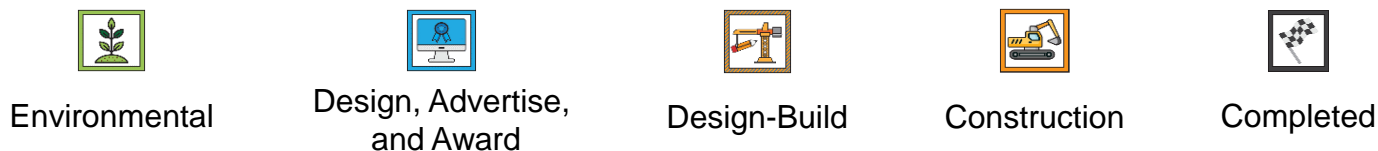


M2 Freeway Program



- 14 freeway projects to be delivered in Next 10 Plan timeframe
- Nine freeway projects under construction in 2025

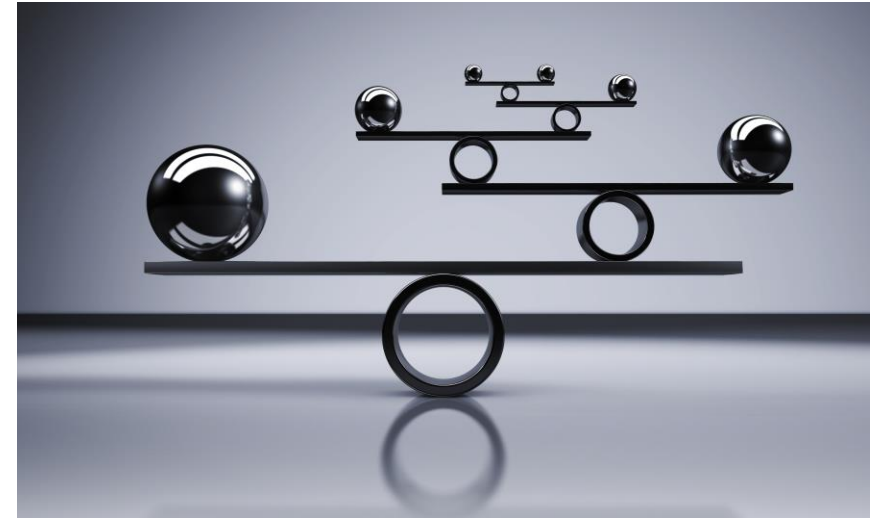
I-5 – Interstate 5
I-405 – Interstate 405
I-605 – Interstate 605
SR-55 – State Route 55
SR-57 – State Route 57
SR-73 – State Route 73
SR-91 – State Route 91



M2 Program Cash Balance

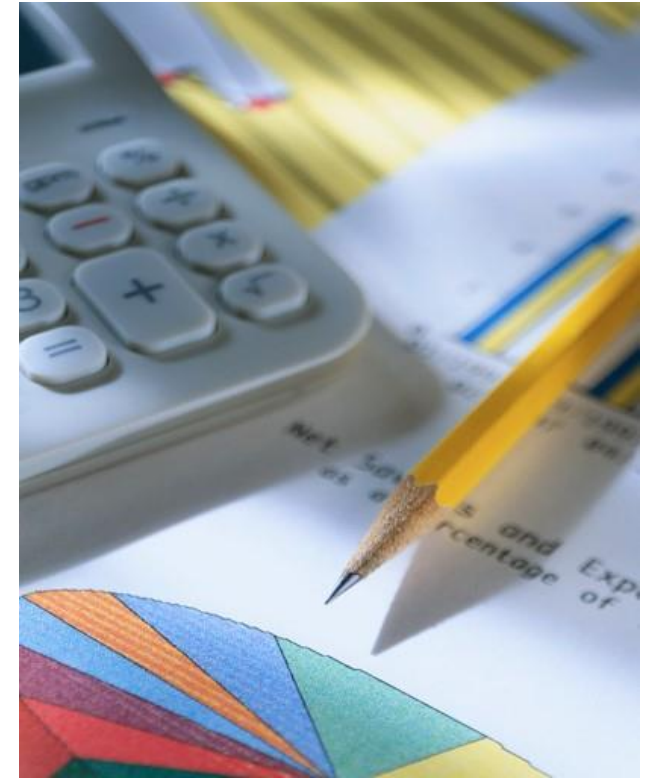


- Funding
 - Increased market pressures
 - Changing external funding opportunities
- Regulatory
 - New environmental requirements
 - Project approvals



2021 Update - Key Takeaways

- M2 revenue recovering and approaching pre-pandemic level
- High inflationary environment anticipated in 2022, 2023, and 2024
- Continued investments to all modes
- M2 plan deliverable as promised



- Distribute the updated Next 10 Plan to local jurisdictions and stakeholders
- Work with transportation partners on delivery of the Next 10 Plan
- Monitor the risks associated with the changing environment and return to the Board of Directors with updates as appropriate

