



Metro


Metropolitan Transportation Authority


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MARCH 21, 2014

TO: BOARD OF DIRECTORS

THROUGH: ARTHUR T. LEAHY 
CHIEF EXECUTIVE OFFICER

FROM: NALINI AHUJA 
EXECUTIVE DIRECTOR, FINANCE AND BUDGET

SUBJECT: TIFIA LOAN PROCESS

ISSUE

The Board has requested information regarding the status of LACMTA's negotiations with the U.S. Department of Transportation (USDOT) for an \$856 million Transportation Infrastructure Finance and Innovation Act (TIFIA) loan for the Westside Purple Line Extension Section 1 Project (Westside Purple Line).

DISCUSSION

As requested by the Board, Attachment B provides information regarding the expected timeline to close the TIFIA loan and Attachment A includes a list of LACMTA's principal representatives in the negotiation process.

NEXT STEPS

Continue weekly MTA TIFIA team meetings and conference calls with USDOT to negotiate the terms of the loan and other necessary requirements. The closing of the TIFIA loan for the Westside Purple Line project is targeted for April/May 2014, concurrent with the closing of the Full Funding Grant Agreement for the project.

Attachments:

- A. LACMTA's Principal Negotiating Representatives
- B. Westside Purple Line TIFIA Loan Timeline

ATTACHMENT A**LACMTA TIFIA TEAM:**

Team	Role	Participants
Finance (Fin)	Lead negotiations, debt management, financial reports	Terry Matsumoto, Donna Mills, LuAnne Schurtz, Josie Nicasio, Nalini Ahuja
Capital Planning (CP)	LRTP, 30/10 considerations, project funding models	David Yale, Gloria Anderson, Mark Linsenmayer
Financial Consultant (FC)	LRTP, 30/10 considerations, project funding models, Measure R Trust, rating agencies	Craig Hoshijima, Public Financial Management
Bond Counsel (BC)	Advice on loan agreement and Measure R Trust, responsible for development and control of all loan documents	Victor Hsu, Norton Rose Fulbright
County Counsel (CC)	Responsible for loan agreement terms and conditions, litigation status	Kathleen Dougherty
Grant Administration (GR)	Responsible for consistency of reporting requirements with previous loans, coordinates submission of all documents required for closing and ongoing reporting	Cosette Stark
Planning Consultant (PC)	Pulls together TIFIA required documents for LOI and Loan Applications, assures compliance with TIFIA requirements	Nancy Whelan Consulting
Project Management (PM)	Design build procurement, FFGA process	Girish Roy, Dennis Mori, Brian Boudreau

ATTACHMENT B

TIMELINE:

From	To	Activity	Lead	Primary
2011	Sept-12	Project funding plan developed in accordance with LRTP and 30/10 models	CP	PM,FC
	Oct-12	Board approves submission of Letter of Interest (LOI)	Fin	CP
	Dec-12	LOI submitted	CP	PC,PM,Fin
	Jan-13	Face-to face project and financing presentation to TIFIA	Fin	CP,PM, FC
Feb-13		Loan Negotiations	Fin	Team
	Jun-13	TIFIA invites submission of Loan Application		
	Jul-13	Loan applications submitted	CP	PC,PM,Fin
	Oct-13	Measure R Oversight Committee finds that the benefits of a \$160 million TIFIA Loan for the Regional Connector project exceed issuance and interests costs	Fin	Fin, CP
	Nov-13	Board approves entering into Regional Connector loan	Fin	CP,GR
	Feb-14	Regional Connector FFGA executed and loan closed	Fin	CP, BC, CC, FC
	Mar-14	Measure R Oversight Committee finds that the benefits of an \$856 million TIFIA Loan for the Westside Purple Line exceed issuance and interests costs	Fin	Fin, CP
	Mar-14	Board approves entering into Westside Purple Line loan	Fin	CP, GR
	Apr/May-14	Westside Subway FFGA executed and loan closed	Fin	CP, BC, CC, FC
Apr/May-14	Jun-38	Provide monthly construction progress reports, quarterly unaudited financial statements, audited fiscal year financial statements, and all reports or written materials provided to nationally recognized rating agencies.	GR	PM, Fin