



June 21, 2002

Metropolitan
Transportation
Authority

One Gateway Plaza
Los Angeles, CA
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TO: BOARD OF DIRECTORS

**THROUGH: ROGER SNOBLE
CHIEF EXECUTIVE OFFICER**

**FROM: TERRY MATSUMOTO
EXECUTIVE OFFICER, FINANCE AND TREASURER**

**SUBJECT: LIKE-KIND EXCHANGE OF TRANSIT PLAZA AND
PARKING FACILITIES**

ISSUE

The purpose of this report is to inform the Board of the successful closing of the like-kind exchange defeased-lease transaction with Textron Corporation that was approved by the Board in March 2002.

REPORT

The transaction successfully closed on June 20, 2002. The final benefit to the MTA was \$7,232,995. The final benefit and costs were within the Board approved parameters.

The properties included in the lease-leaseback are the Patsaouras Transit Plaza and transit parking located at Gateway Center. The structure of this transaction is similar to the previous like-kind-exchange that closed in August 2001.

This transaction is the fourth to be completed since the defeased leasing program approved by the Board in February 2000. The cumulative net benefits under this program are now \$45 million. These proceeds can be used for any MTA purpose.