

SAN FRANCISCO
MUNICIPAL TRANSPORTATION AGENCY
BOARD OF DIRECTORS

RESOLUTION No. 181016-136

WHEREAS, The City and County of San Francisco (City) is a member agency of the Peninsula Corridor Joint Powers Board (JPB) and is required to contribute to the operating costs of Caltrain and for the costs of JPB capital projects as set forth in the JPB Joint Powers Agreement; and,

WHEREAS, As the transportation agency for the City, the San Francisco Municipal Transportation Agency (SFMTA) is responsible for paying the City's portion of these costs through its Operating Budget; and,

WHEREAS, In 2007, the JPB issued \$23,140,000 of 2007 Series A farebox revenue bonds (2007 Issuance), of which \$22,960,000 of those bonds are still outstanding, and in 2015, the JPB issued \$11,000,000 in 2015 Series A farebox revenue bonds (2015 Issuance), of which all \$11,000,000 in bonds are still outstanding, since debt service on those bonds consists of interest only until January 2019; the 2007 Issuance and the 2015 Issuance helped to finance rail car capacity expansion; and,

WHEREAS, The JPB is now proposing to undertake a financing (2018 Financing), comprised of: (i) the issuance of up to \$62 million aggregate principal amount of farebox revenue bonds to finance the purchase of two leased facilities housing Caltrain operations and to refund the 2007 Issuance and the 2015 Issuance; (ii) an increase in an existing interim financing from an amount not to exceed \$150,000,000 outstanding at any one time to an amount not to exceed \$170,000,000 outstanding at any one time to support work currently underway to electrify the Caltrain rail corridor between San Francisco and San José and to provide local matching funds for a \$164,500,000 grant from the Transit and Intercity Rail Capital Program, awarded in 2018, to support Caltrain capacity and system improvements, including additional electric rolling stock, and interim financing for such capacity and system improvements; and (iii) an additional interim financing in an amount not to exceed \$30 million outstanding at any one time to support completion of the installation of the positive train control system and possibly other projects, and to provide working capital for Caltrain system needs; and,

WHEREAS, The JPB expects that the 2018 Financing will reduce the JPB's debt service and will result in a decrease in the costs of certain capital projects, thereby reducing the amount of the annual contributions for operations and for capital projects required to be provided by the City and each of the other member agencies; and,

WHEREAS, On September 27, 2018, the SFMTA, under authority delegated by the Planning Department, determined that the Approval of JPB Financing Package and the City's Portion of Debt Service Payments is not a "project" under the California Environmental Quality Act (CEQA) pursuant Title 14 of the California Code of Regulations Sections 15060(c) and 15378(b); and,

WHEREAS, A copy of the CEQA determination is on file with the Secretary to the SFMTA Board of Directors, and is incorporated herein by reference; and,


WHEREAS, The Board of Supervisors is required to approve the 2018 Financing; now therefore be it

RESOLVED, That the SFMTA Board of Directors affirms the SFMTA's FY2019 and FY2020 Operating Budget includes the City's portion of debt service payments for issuance of farebox revenue bonds and interim proposed financing by the Peninsula Corridor Joint Powers Board which is to be offset by reductions in Caltrain operating costs; and be it

FURTHER RESOLVED, That the SFMTA Board recommends that the Board of Supervisors approve the 2018 Financing; and be it

FURTHER RESOLVED, That the SFMTA Board authorizes the Director of Transportation to execute any documents which may be necessary to complete this transaction.

I certify that the foregoing resolution was adopted by the San Francisco Municipal Transportation Agency Board of Directors at its meeting of October 16, 2018.



Secretary to the Board of Directors
San Francisco Municipal Transportation Agency