

From: Gumpal, Cindy
To: [REDACTED]; [REDACTED]; [Leona M Bridges](#); [REDACTED]; [How. Kathryn; Marx, Pauline \(Pauline.Marx@sfgov.org\)](#); [Sesay, Nadia \(Nadia.Sesay@sfgov.org\)](#); [staber@meyersnave.com](#)
Cc: [Bose, Sonali](#); [Goldberg, Joel](#); [Webster, Monique](#); [Bower, Derek](#); [Espiritu Santo, Ariel](#); [Girma, Elias](#)
Subject: SFMTA follow-ups to December 9th BOC meeting
Date: Tuesday, January 26, 2016 10:27:29 AM
Attachments: [image001.png](#)
[image002.png](#)
[image003.png](#)
[image004.png](#)
[December 9 2015 Draft BOC minutes.pdf](#)

Good morning, BOC members,

On behalf of Joel Goldberg, Manager, Capital Procurement & Management, below is in response to the questions raised at the December 9, 2015 BOC meeting (reference attached *draft* minutes):

1. SUNSET TUNNEL EXPENDITURES: There was an issue with the contractor's insurance that hindered SFMTA from paying the invoices against the encumbrance. This issue is now resolved, the invoice was processed on January 21st, and the remaining 2012B bond funds are fully expended.
2. PARKING PROJECT EXPENDITURES: A change order at the Fifth and Mission garage for approximately \$350K was just approved; \$25K remains on the Ellis and O'Farrell garage as retention and will be paid once upon receipt of as-builts from the contractor. The remaining balance of \$151K may be reallocated to a ventilation parking garage project that is moving forward quickly. All of the 2012B bond funds will be fully expended by February 29, 2016 pending DPW billings.
3. ISLAIS CREEK EXPENDITURES: As of January 22, 2016, of the total 2013 bonds of \$3.65M in the project, all but \$500K have been encumbered to the construction contract. All 2014 bonds of \$6.35M are also encumbered to the construction contract. The unencumbered funds are needed for construction management, utility relocation, and labor costs. Of the remaining \$500k, \$245,000 was originally set up to pay for LEED Certification costs. It is anticipated that the LEED Certification will not be completed until a year after substantial completion. Accordingly, these 2013 funds will be redirected to the construction contract. All 2013 revenue bond funds will be fully expended this spring.
4. LIGHT RAIL VEHICLES (LRVS): Of the \$14.8M of Revenue bonds on the project, \$2.9M has been spent and \$5.8M encumbered and \$6.1M is available. Additional funds will be encumbered once the current task order is completed and a second task order is executed, expected to happen in the next 1-2 months. Most if not all of the revenue bonds are expected to be fully spent by the end of 2016 as the design is completed and the process of accepting vehicles begins.

INTEREST PROGRAMMING: The policy for the reprogramming of interest is found under Section 2.4 of the Revenue Bond Policies & Procedures:

"Use of Revenue Bond Interest:

Interest earned from the revenue bonds will be normally programmed to capital projects on the approved Program of Projects and will be prioritized through the Capital Improvement Program. Interest must be spent in the same three year time period from the series issuance of the bond proceeds."

Going forward, we will issue a memo to the BOC each time a project receives an allocation of interest earnings and a table will be included in each quarterly report showing all projects to date with interest earning allocations. The Revenue Bond Policies & Procedures will also be amended to reflect this.

Thank you,

Cindy Mamaradlo - Gumpal

Finance & Information Technology Administration | Office of the CFO

San Francisco Municipal Transportation Agency

1 South Van Ness Avenue, Floor #3

San Francisco, CA 94103

Email: cindy.gumpal@sfmta.com

Phone: 415.701.5233

www.sfmta.com



Find us on:

Confidentiality Notice: This email and any files transmitted with it are confidential and intended solely for the use of the individual or entity to whom they are addressed. If you are not a named addressee, you must not use, retain or disclose such information. If you have received this email in error please notify the system manager. Thank you.