

Memorandum



To: SFMTA Bond Oversight Committee

From: Joel Goldberg, Manager, Transportation Funding Services

Date: May 29, 2024

Subject: Summary of Expenditure of SFMTA Revenue Bond Series 2012B, 2013, 2014, and 2017 Remaining Proceeds

Introduction: At its March 6, 2024 meeting, the Bond Oversight Committee (BOC) requested that staff provide a roadmap to fully expend the proceeds and interest of SFMTA revenue bond series 2012B, 2013, 2014, 2017, and 2021C bonds. This memorandum responds to this request. The expenditure of series 2021C is not addressed in this memorandum as the amounts are large and further analysis is required.

Background: SFMTA revenue bond series 2012B, 2013, 2014, and 2017 are, on average, 10 years old. As of March 31, 2024, the remaining unencumbered funds for these bonds is \$2,809,009, or 0.77% of the \$365,700,000 bonds issued across the four series.

Table 1: Summary of Bond Proceed Expenditure

Series	Issuance Amount	Expended & Encumbered Amount	Unencumbered Amount
2012B	\$25,700,000	\$25,700,000	\$0
2013	\$75,000,000	\$74,591,147	\$408,853
2014	\$75,000,000	\$73,678,698	\$1,321,302
2017	\$190,000,000	\$188,921,146	\$1,078,854
Total	\$365,700,000	\$362,890,991	\$2,809,009

SFMTA recommends programming remaining proceeds from the series 2013 and 2014 bonds to the L-Taraval Track Rail & Overhead Rehab project. The L-Taraval project is anticipated to expend these funds by January 1, 2025. Remaining proceeds from the 2017 bonds will be spent on the projects to which they were originally assigned, the King Street Substation and LRV Procurement Program.

As required, staff will notify the SFMTA Board regarding reallocation of the series 2013

Summary of Expenditure of SFMTA Revenue Bond Series 2012B, 2013, 2014, and 2017

Remaining Proceeds

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and 2014 bonds via reallocation letters, see Attachment C2 and Attachment C3. Because interest is not allocated to a Program, notification of the SFMTA Board is not required. However, the SFMTA Board will be informed of the actions related to interest for all series in the FY 2023-24 Annual Report.

As of March 31, 2024, \$7,079,559 in interest was generated by the bond series 2012B, 2013, 2014, 2017. Of this, \$6,397,375 or 9.36% has been expended and \$682,185 is unexpended. Staff recommends programming this interest to the L-Taraval Track Rail & Overhead Rehab project as shown below.

Table 2: Summary of Interest Expenditure

Series	Unencumbered Amount	Project
2012B	\$8,632	L-Taraval Track Rail & Overhead Rehab project
2013	\$50,624	L-Taraval Track Rail & Overhead Rehab project
2014	\$566,682	L-Taraval Track Rail & Overhead Rehab project
2017	\$56,247	L-Taraval Track Rail & Overhead Rehab project
Total	\$682,185	