



MEMORANDUM

DATE: May 16, 2016

TO: SFMTA Board of Directors
Tom Nolan, Chairman
Cheryl Brinkman, Vice-Chairman
Malcolm A. Heinicke, Director
Joél Ramos, Director
Cristina Rubke, Director
Gwyneth Borden, Director

THROUGH: Edward D. Reiskin
Director of Transportation

FROM: Sonali Bose
Chief Financial Officer

SUBJECT: SFMTA Revenue Bond Program (Series 2012B) – Sixth Reallocation of Proceeds

The purpose of this memorandum is to advise the SFMTA Board of Directors of a reallocation within the approved bond funded projects from the Series 2012B and Series 2013 issuances. This reallocation is allowable under both the bond documents and the appropriation approvals. Please see Appendix A for a summary of previous reallocation letters, Appendix B for the summary of reallocation of bond proceeds to-date related to Series 2012B, and Appendix C for a project by project summary of reallocations to-date for Series 2012B.

Series 2012B – Sixth Reallocation

This sixth reallocation of Series 2012B revenue bonds redirects \$21,523 in project savings from the Muni Green Light Rail Facility Rehabilitation and \$40,674 of the Series 2012B revenue bonds from the Systemwide Transit Access and Reliability Program's Geary-Gough Peter Yorke Bulbout project to the Muni System Radio Replacement Project. The Radio Replacement Project is currently in construction, and the redirection of these Series 2012B funds to the project will be able to be spend down quickly and will offset other funding currently allocated to the project. These changes will enable the final Series 2012B funds to be fully expended.

Attachments: Appendix A: Summary of Revenue Bond Reallocation Letters
Appendix B: Summary of SFMTA Revenue Bond Fund Reallocations (Series 2012B)
Appendix C: Project by Project Summary of Revenue Bond Funded Reallocations (Series 2012B)

Appendix A: Summary of SFMTA Revenue Bond Reallocation Letters May 16, 2016

Series 2012B

On July 2012, \$25.7 million in SFMTA revenue bonds was issued for new projects as approved by the SFMTA Board (Series 2012B). Of the \$25.7 million, \$5 million was designated for garage projects and \$20.7 million for accessibility and reliability of the transit system, i.e. safe routes to transit (bicycle, pedestrian and signal improvements).

To date \$25.5 million of the \$25.7 million has either been spent or encumbered. However, since the issuance, certain projects have required an adjustment based on either realized cost savings or additional costs above original budget.

In a memorandum dated August 7, 2013 (Reallocation 1), the SFMTA Board was advised that \$1.93 million in Series 2012B revenue bonds was reallocated from the Radio Replacement Project and Muni Metro System Public Announcement & Public Display System projects to the Systemwide Transit Access & Reliability Program and Muni Green Light Rail Facility Rehabilitation projects.

In a memorandum dated May 2, 2014 (Reallocation 2), the SFMTA Board was advised that the Muni Metro Turnback Rehabilitation project was completed under budget by \$590,073, and this amount of Series 2012B bond funds was transferred to Green Center Light Rail Facility Rehabilitation project, which includes the replacement of the rail at the Green Yard and replacement of the roof at the facility.

In a memorandum dated October 15, 2014 (Reallocation 3), the SFMTA Board was advised that \$150,001 in cost savings from the completed Muni Metro Turnback Rehabilitation project was transferred to two projects: 1) \$149,501 to the Muni Green Light Rail Facility Rehabilitation project, and 2) \$500 to the Muni Metro System Public Announcement and Public Display System project, both of which needed additional funds for completion.

In a memorandum dated February 13, 2015 (Reallocation 4), the SFMTA Board was advised that \$1,275,035 from two other projects was redirected to the Sunset Tunnel Rehabilitation project in order to ensure the bond funds were spent within the allowable 3-year window. The reallocation of \$1,275,035 included the following: \$162,448 savings from the completed Muni Metro Turnback Rehabilitation project; and \$1,187,587 from the Systemwide Transit Access & Reliability program. Additionally, \$75,000 was redirected from Muni Metro Turnback Rehabilitation to Muni Green Light Rail Facility Rehabilitation and \$194,514 in interest earned to date on the Series 2012B bonds was redirected to the Sunset Tunnel Rehabilitation Project.

In memorandum dated October 5, 2015 (Reallocation 5), the SFMTA Board was advised that \$35,439 in cost savings from the following completed projects within the Systemwide Transit Access and Reliability Program to Muni Metro Sunset Tunnel Rail Rehabilitations 1) \$8 from Balboa Streetscape 2) \$28,458 from Bicycle Strategy Capital Projects – Polk Street Northbound Separated Bikeway 3) \$6,714 from Church and Duboce Project and 4) \$259 from Franklin Street Bulbouts.

Series 2013

On November 13, 2013, \$75 million in SFMTA revenue bonds was issued for new projects as approved by the SFMTA Board (Series 2013). Of the \$75 million, \$26.9 million has either been spent or encumbered.

In a memorandum dated February 13, 2015 (Reallocation 1), the SFMTA Board was advised that \$1,187,587 was redirected from the Transit Fixed Guideway Improvements program as follows: \$750,000 to the Facility Improvements Program for the Van Ness Station Elevator Modernization project and \$437,587 to the Pedestrian Safety and Traffic Signal Improvements program for the Gough Street Pedestrian Improvements project. This replaced the Series 2012B funds reallocated from those projects described above.

In a memorandum dated October 5, 2015 (Reallocation 2), the SFMTA Board was advised that \$750,000 from the Transit Fixed Guideway Improvements Program was directed to the Facilities Program to fund the Elevator Safety and Reliability project. The Van Ness Elevator Modernization project will be coordinated with additional elevator upgrades at Forest Hill, Church, and Castro Muni Metro stations, and it will be incorporated into the Elevator Safety and Reliability project scope and budget. Bond funds redirected from Fixed Guideway Program will be replenished with another funding source once there is project need in order to maintain the same level of funding for the program. In addition, \$722,431 from Parking Garage Projects was directed within the Facilities Program to Islais Creek Phase II also within the Facilities Program. It was determined that the seismic upgrades assessment and conceptual design work included within the Parking Garage Projects scope will not result in the construction of a fully funded seismic upgrade project within the three-year bond window, and as a consequence, will be funded with an alternative funding source. This reallocation had no net impact on the funding programmed within the Facilities program.

Series 2014

On December 10, 2014, \$75 million in SFMTA revenue bonds was issued for new projects as approved by the SFMTA Board (Series 2014). Of the \$75 million, \$15.9 million has either been spent or encumbered.

In memorandum dated October 5, 2015 (Reallocation 1), the SFMTA Board was advised that \$9 million was directed from the Parking Program to the Radio Replacement Project to fund a change order to exercise Contract Options and accommodate an \$11 million cost increase. The bond funds have remained programmed to Parking Program reserve since being issued and redirecting these funds ensures the \$9 million will be spent within the allowable three-year window.

In memorandum dated October 5, 2015 (Reallocation 1), the SFMTA Board was additionally advised that \$10,227,540 from the Muni Fleet program was directed for the Procurement of Light Rail Vehicles to the Complete Streets Capital Improvements program for the Masonic Streetscape Project. In order to meet the schedule for the Masonic Streetscape Project, a swap of funding was required using \$10.2 million in One Bay Area grant (OBAG) funds for the base light rail vehicle base procurement and \$10.2 million in revenue bonds for the Masonic Streetscape Project. This had no net impact on the total funding allocated to either project.

SFMTA Board of Directors
SFMTA Revenue Bond Program (Series 2012B) - Sixth Reallocation of Proceeds
May 16, 2016

Appendix C - Project by Project Summary of Revenue Bond Fund Reallocations (Series 2012B) As of May 16, 2016								
PROJECT/PROGRAM (From)	Capital Project (From)	PROJECT/PROGRAM (To)	Capital Project (To)	Amount of Reallocation	Reallocation Date	Reallocation Number	Required Authority	Reason for Reallocation
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Balboa Streetscape	\$126,234	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Bicycle Parking	\$750,000	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Bicycle Strategy Capital Projects – Polk Street Northbound Separated Bikeway	\$204,293	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Church and Duboce Project	\$37,466	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Exploratorium Crosswalk	\$250,000	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Systemwide Transit Access & Reliability Program	Franklin Street Bulbouts	\$48,508	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni System Radio Replacement Project	Muni System Radio Replacement Project	Muni System Radio Replacement Project	Geary-Gough Peter Yorke Bulbout	\$183,499	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni Metro System Public Announcement and Public Display System	C3 Integrated Systems Replacement	Muni Green Light Rail Facility Rehabilitation	Muni Green Center Roof Rehabilitation	\$324,500	8/8/2013	1	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Rail Rehabilitation	Muni Green Light Rail Facility Rehabilitation	Muni Green Center Roof Rehabilitation	\$590,073	5/2/2014	2	BOC/MTAB Notification	Cost savings from completed project
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Water Intrusion Mitigation	Muni Green Light Rail Facility Rehabilitation	Muni Green Center Roof Rehabilitation	\$149,501	10/15/2014	3	BOC/MTAB Notification	Cost savings from completed project
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Water Intrusion Mitigation	Muni Metro System Public Announcement and Public Display System	C3 Integrated Systems Replacement	\$500	10/15/2014	3	BOC/MTAB Notification	Cost savings from completed project
Systemwide Transit Access & Reliability Program	Van Ness Elevator Modernization Project	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$750,000	2/13/2015	4	BOC/MTAB Notification	Funding swap with another bond series
Systemwide Transit Access & Reliability Program	Gough Street Pedestrian Improvements	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$437,587	2/13/2015	4	BOC/MTAB Notification	Funding swap with another bond series
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$49,560	2/13/2015	4	BOC/MTAB Notification	Cost savings from completed project
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Water Intrusion Mitigation	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$37,888	2/13/2015	4	BOC/MTAB Notification	Cost savings from completed project
Muni Metro Turnback Rehabilitation	Muni Metro Turnback Rail Rehabilitation	Muni Green Light Rail Facility Rehabilitation	Muni Green Center Roof Rehabilitation	\$75,000	2/13/2015	4	BOC/MTAB Notification	Cost savings from completed project
Systemwide Transit Access & Reliability Program	Balboa Streetscape	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$8	10/5/2015	5	BOC/MTAB Notification	Cost savings from completed project

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Systemwide Transit Access & Reliability Program	Bicycle Strategy Capital Projects - Polk Street Northbound Separated Bikeways	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$28,458	10/5/2015	5	BOC/MTAB Notification	Cost savings from completed project
Systemwide Transit Access & Reliability Program	Church & Duboce Project	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$6,714	10/5/2015	5	BOC/MTAB Notification	Cost savings from completed project
Systemwide Transit Access & Reliability Program	Franklin Street Bulbouts	Muni Metro Sunset Tunnel Rail Rehabilitation	Muni Metro Sunset Tunnel Rail Rehabilitation	\$259	10/5/2015	5	BOC/MTAB Notification	Cost savings from completed project
Systemwide Transit Access & Reliability Program	Geary-Gough Peter Yorke Bulbout	Muni System Radio Replacement Project	Muni System Radio Replacement Project	\$40,674	5/16/2016	6	BOC/MTAB Notification	Identified funds will not be spent within 3 year window
Muni Green Light Rail Facility Rehabilitation	Muni Green Center Roof Rehabilitation	Muni System Radio Replacement Project	Muni System Radio Replacement Project	\$21,523	5/16/2016	6	BOC/MTAB Notification	Cost savings from completed project
TOTAL				\$4,112,245				