

FINANCING THE BUS MAINTENANCE FACILITY



NVTA
NAPA VALLEY TRANSPORTATION AUTHORITY

July 21, 2021

Today's Recommended Board Actions

1. Resolution 21-20 approving the following actions to provide financing for construction of the Vine Bus Maintenance Facility project, and
2. Authorize the Executive Director to negotiate, finalize, execute and deliver a TIFIA Loan Agreement in the amount not to exceed \$19,917,401, or 49% of the total eligible project cost, whichever is greater, and
3. Authorize the Executive Director to negotiate, finalize, execute and deliver a Collateral Accounts and Security Agreement (CASA) with US Bank, and
4. Adopt NVTAs Debt Management Policy, and
5. Authorize the Executive Director to negotiate, finalize, execute and deliver a loan agreement with the Bank of Marin in an amount not to exceed \$5,000,000, and
6. Authorize the Executive Director to execute and deliver an Irrevocable Direction regarding Deposit of Local Transportation Funds between NVTAs and the County of Napa with Metropolitan Transportation Commission (MTC) concurrence in support of the financing arrangement, and
7. Authorize the Executive Director to execute and deliver an Irrevocable Direction regarding Deposit of Farebox Revenues between NVTAs and the County of Napa in support of the financing arrangement.

Board Actions To Date

- Authorized and accepted Feasibility Study December 2013
- Authorized acquisition of Sheehy Court parcels September 2016
- Awarded Design & PSE Contract August 2017
- Certified CEQA Environmental Impact Report January 2018
- Received NEPA Categorical Exclusion June 2019
- Approved JPA changes to allow debt issuance November 2020
- Approved the Countywide Transportation Plan and Short Range Transit Plan prioritizing the Project November 2020
- Authorized submittal of RM 3 Letter of No Prejudice January 2021
- Approval of Conceptual Financing Package February 2021

35 Year Cost Comparison

	Jackson St. Yard (Old) 2 acres	Sheehy Ct. Facility (NEW) 10 acres	(Cost)/Savings
Utilities	\$5,133,700	\$8,636,400	(\$3,502,700)
Transit Admin Svcs.	\$3,362,700	\$7,072,300	(\$3,709,600)
Preventive Maintenance (Facility and Buses)	\$14,730,700	\$2,635,000	\$12,095,700
Fuel for Buses (gasoline, diesel or electric)	\$52,841,500	\$9,551,500	\$43,290,000
GHG Emissions*	\$2,478,000	\$(2,478,000)	\$4,956,000
Health and Economic* *	\$12,040,000	\$(12,040,000)	\$24,080,000
Total Cost (35 years)	\$90,586,600	\$13,377,200	\$77,209,400

• Based on estimated *mobile* emissions

**Estimates based on various studies

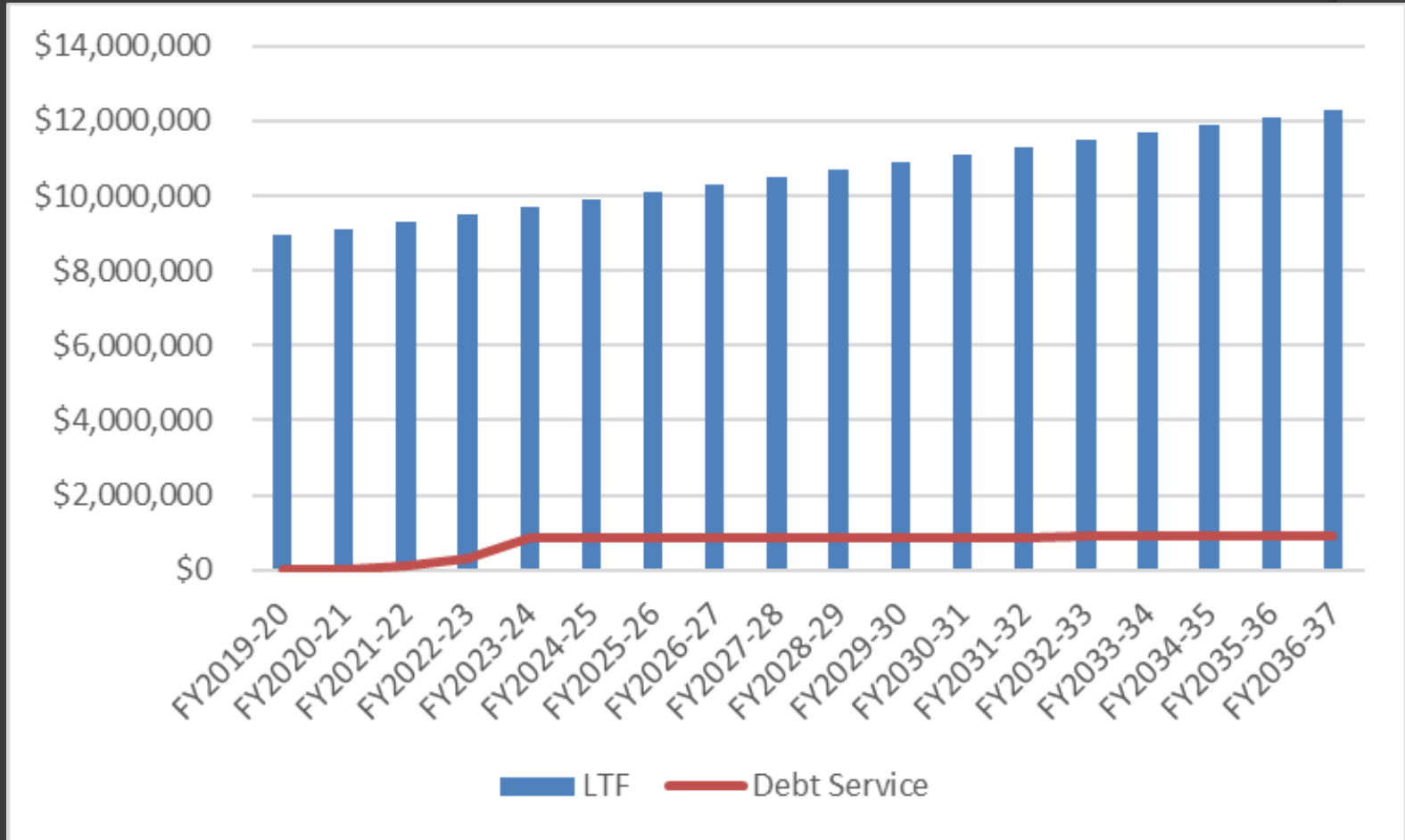
The Bus Maintenance Facility could achieve a cost savings of \$77M over 35 years.

Budget and Fund Sources (in \$millions)

Project Phase	BUDGET	TDA (LTF), SGR, LPP	FTA Grants, TIFIA	Private Bank Loan
Pre- Construction <i>(incurred-to-date)</i>	\$4,903	\$4,903	\$-	\$-
Construction Costs	35,747	5,577	25,170	5,000
Sub-Totals	\$40,650	\$10,480	\$25,170	\$5,000
Interest Expense- TIFIA*	7,287	-	7,287	-
Interest Expense- Bank Loan	1,750	-	-	1,750
Total Project Costs	\$49,687	\$10,480	\$29,601	\$6,750

*Assumes a 1.4% Interest rate at close, currently at .9%

LTF Revenues Compared to Debt Service



For illustrative purposes only.

Project Schedule

- TIFIA/ Bank of Marin Loan Approvals July 21, 2021
- Construction Services Invitation for Bid (IFB) July 21, 2021
- Bids Due Sept 8, 2021
- Construction Bidder Selection/*Notice To Proceed* Sept or Oct 2021
- TIFIA Loan Close (BAB) Sept/Oct 2021
- Construction Substantially Complete (estimated) January 2023
- Occupancy/Facility In-Service (estimated) February 2023

Next Steps For Loan Approval

NVTA will submit a TIFIA Loan Agreement Application to the Bureau's Credit Review Team



[BAB] Credit Bureau will formerly invite NVTA to submit an application for a TIFIA loan. The Bureau begins the review process and make findings that the application is complete. (30 days)

[BAB] Credit Review Team will approve formally inviting NVTA to submit an application. (mid-August)

[BAB] The Secretary of Dept. of Transportation will approve the application. (60 days)

[BAB] Bureau notifies the Office of Budget and Management (OMB) to obligate the TIFIA loan commitment.

NVTA to provide a final credit rating letter prior to close.

[BAB] If all conditions are satisfied, the loan process is expected to close by mid-Sept. Otherwise, the loan will close in mid-October due to federal fiscal year close on Sept. 30, 2021.

QUESTIONS?