



Board Report

File #: 2018-0624, File Type: Budget

Agenda Number: 3.

Crenshaw Project Corporation



One Gateway Plaza
Los Angeles, CA 90012

**CRENSHAW PROJECT CORPORATION BOARD MEETING
DECEMBER 6, 2018**

SUBJECT: CRENSHAW PROJECT CORPORATION FISCAL YEAR BUDGET

ACTION: APPROVE RECOMMENDATION

RECOMMENDATION

APPROVE the Fiscal Year 2018-2019 (FY19) budget in the amount of \$36,406 for the operation and administration of the Crenshaw Project Corporation (CPC).

ISSUE

CPC Bylaws, Article 5.2(b), require preparation of an annual budget for administrative support. A summary of the proposed budget is provided as Attachment A.

BACKGROUND

The CPC was formed on March 23, 2012 to act as the Transportation Infrastructure Finance and Innovation Act (TIFIA) Loan conduit borrower and the Transportation Investment Generating Economic Recovery (TIGER) II TIFIA Payment grant sub-recipient for the Crenshaw/LAX Transit Corridor Project (Crenshaw/LAX)).

DISCUSSION

As of August 25, 2016, the CPC has drawn the entire \$545.9 million TIFIA loan available to the Crenshaw/LAX project. All loan disbursements have been advanced to Metro for the purpose of reimbursing the agency for eligible Crenshaw/LAX Project expenses. In FY18, the CPC paid \$23,397 in expenses for trustee services and loan administration fees as well as other charges. The CPC was reimbursed for these expenditures by Metro.

DETERMINATION OF SAFETY IMPACT

There is no safety impact related to this action.

FINANCIAL IMPACT

The CPC Annual Budget was funded in Metro's adopted FY19 budget in various cost centers for services related to debt management.

NEXT STEPS

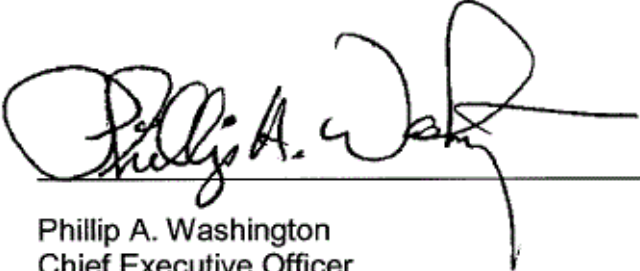
Staff will monitor actual payments to ensure CPC expenses are fiscally responsible.

ATTACHMENTS

Attachment A - Proposed FY19 Budget Summary

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Phillip A. Washington
Chief Executive Officer

ATTACHMENT A

Crenshaw Project Corporation
Fiscal Year 2018-2019
Budget Summary
(in dollars)

	<u>FY18</u> <u>Actual</u>	<u>FY19</u> <u>Budget</u>
US DOT annual fee	13,000	13,000
Annual rating fees	2,500	2,500
Trustee Fees	3,000	3,000
Financial audit fees*	4,897	5,406
Legal services fees**	-	12,500
Grand Total	23,397	36,406

*Budget by MASD

**Budgeted by County Counsel