

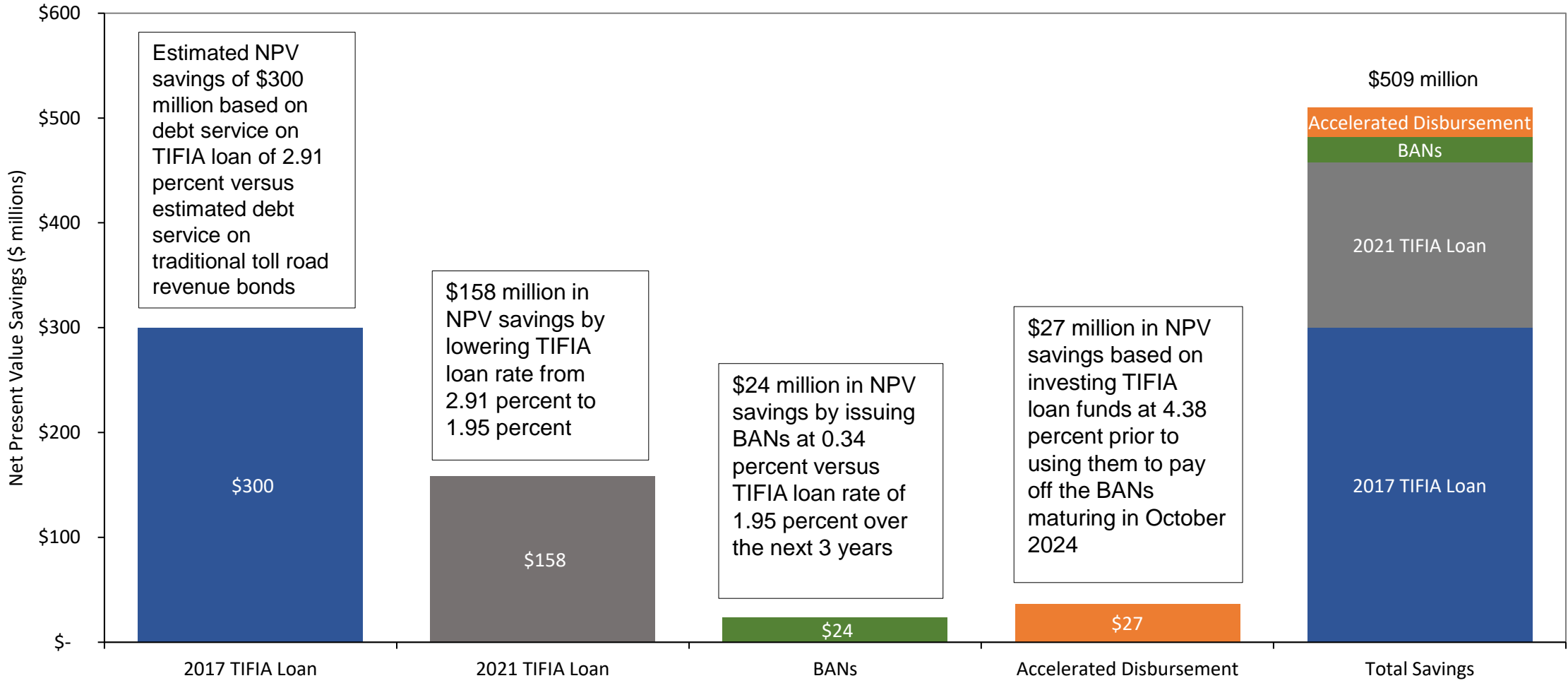


# Accelerated Transportation Infrastructure Finance and Innovation Act Loan Disbursement - Update

# Overview

- The Orange County Transportation Authority (OCTA) has a \$628.93 million Transportation Infrastructure Finance and Innovation Act (TIFIA) loan with an interest rate of 1.95 percent
- OCTA utilized Bond Anticipation Notes (BAN) with an interest rate of 0.30 percent in lieu of drawing on the TIFIA loan to reduce financing costs
  - BANs net present value (NPV) savings is \$24 million
  - BANs mature in October 2024
- The significant increase in short-term treasury yields provided the opportunity for an additional reduction in financing costs
  - OCTA revised its TIFIA disbursement schedule taking a disbursement on December 15, 2022
  - OCTA invested the disbursement proceeds in a BANs defeasance escrow that will mature prior to October 2024 to repay the BANs
  - The escrowed funds are invested in short-term treasuries which are yielding 4.38 percent
  - NPV savings of 4.08 percent or \$27.3 million

# TIFIA Loan Savings



# Overall Savings Summary

- Total of \$509 million in present value savings associated with the I-405 Improvement Project financings
  - Original 2017 TIFIA Loan ~ \$300 million
  - 2021 TIFIA Reset Loan ~ \$158 million
  - 2021 BANs ~ \$24 million
  - 2022 Accelerated Disbursement ~ \$27 million