

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: March 25, 2020

From: MITCH WEISS, Executive Director

Reference Number: 4.16, Action

Prepared By: Paul Golaszewski  
Deputy Director

Published Date: March 13, 2020

Subject: Approval of Grant Anticipation Revenue Vehicle (GARVEE) Bond Debt Report

## **Issue:**

Should the California Transportation Commission (Commission) submit the attached report (Attachment A) to the Governor and the Legislature regarding the total amount of outstanding GARVEE bond debt for the 2019 calendar year?

## **Recommendation:**

Staff recommends that the Commission submit the attached report to the Governor and Legislature regarding the total amount of outstanding GARVEE bond debt for the 2019 calendar year.

## **Background:**

California Government Code section 14553.9 (b) requires the Commission to report, on or before April 1 of each year, to the Governor and the Legislature the total amount of outstanding GARVEE bond debt for the preceding calendar year and the projects funded by that outstanding debt. The California Department of Transportation provided the information in the table below, which displays the total allocated bond proceeds, the debt service outstanding, the principal balance, and the transportation projects funded.

<b><i>Summary of Projects Funded by the 2004A Bonds</i></b>		
<b><i>Project Name</i></b>	<b><i>Allocated Bond Proceeds</i></b>	<b><i>Debt Service Outstanding As of 12/31/2019</i></b>
1 San Diego I-15 Managed Lanes	\$197,000,000	
2 Riverside SR-60/SR-91/I-215	240,000,000	
3 Santa Clara I-880/Coleman Avenue	66,000,000	
4 Santa Clara SR-87 (North)	35,805,000	
5 Santa Clara SR-87 (South)	41,195,000	
6 Los Angeles I-5 HOV Lanes	23,850,000	
7 Los Angeles I-405 Auxiliary Lanes	28,452,000	
8 Los Angeles I-405/Highway 101 Gap Closure	25,411,000	
Total:	<b>\$657,713,000</b>	<b>\$0.00</b>
<b><i>Summary of Projects Funded by the 2008A Bonds</i></b>		
<b><i>Project Name</i></b>	<b><i>Allocated Bond Proceeds</i></b>	<b><i>Debt Service Outstanding As of 12/31/2019</i></b>
1 Truckee River Canyon - Interstate 80	\$47,814,000	
2 Colfax-Interstate 80	50,186,000	-
Total:	<b>\$98,000,000</b>	<b>\$11,112,657.71</b>
<b><i>2008 GARVEE Bond Principal Balance as of 12/31/2019:</i></b>		<b>\$10,835,000</b>
<b><i>2008 A GARVEE Bonds Payoff Date:</i></b>		<b>2/1/2020</b>

The Commission has approved the issuance of GARVEE notes twice: once for State Transportation Improvement Program (STIP) projects and once for State Highway Operation and Protection Program (SHOPP) projects.

On March 10, 2004, the state issued \$614,850,000 of GARVEE Bonds (Series 2004A Bonds) for eight STIP projects. The bonds sold at a premium, resulting in \$657,713,000 in bond proceeds for allocation. There is no debt service outstanding for the Series 2004A Bonds, which were structured with serial maturities from 2005 through 2015.

On October 16, 2008, the state issued a second set of GARVEE Bonds (Series 2008A Bonds) for a total of \$98,000,000 for two SHOPP projects. The Series 2008A Bonds are structured with serial maturities from 2009 through 2020. The payoff date for the 2008A GARVEE bonds was February 1, 2020.

Attachment A: GARVEE Bond Debt Report to the Governor and Legislature

PAUL VAN KONYENBURG, Chair  
HILARY NORTON, Vice Chair  
BOB ALVARADO  
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JOSEPH K. LYOU, PH.D.  
JOSEPH TAVAGLIONE

STATE OF CALIFORNIA

GAVIN NEWSOM, Governor

**DRAFT**

SENATOR JIM BEALL, Ex Officio  
ASSEMBLY MEMBER JIM FRAZIER, Ex Officio  
MITCH WEISS, Executive Director



## **CALIFORNIA TRANSPORTATION COMMISSION**

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March 25, 2020

The Honorable Gavin Newsom  
Governor of California  
State Capitol  
Sacramento, CA 95814

Ms. Diane F. Boyer-Vine  
Legislative Counsel  
State Capitol, Room 3021  
Sacramento, CA 95814

Ms. Sue Parker  
Chief Clerk  
California State Assembly  
State Capitol, Room 3196  
Sacramento, CA 95814

Ms. Erika Contreras  
Secretary  
California State Senate  
State Capitol, Room 3044  
Sacramento, CA 95814

RE: Grant Anticipation Revenue Vehicle (GARVEE) Bond Debt Report

California Government Code section 14553.9 (b) requires the California Transportation Commission (Commission) to report on or before April 1 of each year to the Governor and the Legislature the total amount of outstanding federal Grant Anticipation Revenue Vehicle (GARVEE) bond debt for the preceding calendar year and the projects funded by that outstanding debt. This information is presented in the table below:

**DRAFT**

<b><u>Summary of Projects Funded by the 2004A Bonds</u></b>			
			<b><i>Debt Service Outstanding</i></b>
<b><i>Project Name</i></b>		<b><i>Allocated Bond Proceeds</i></b>	<b><i>As of 12/31/2019</i></b>
1	San Diego I-15 Managed Lanes	\$197,000,000	
2	Riverside SR-60/SR-91/I-215	240,000,000	
3	Santa Clara I-880/Coleman Avenue	66,000,000	
4	Santa Clara SR-87 (North)	35,805,000	
5	Santa Clara SR-87 (South)	41,195,000	
6	Los Angeles I-5 HOV Lanes	23,850,000	
7	Los Angeles I-405 Auxiliary Lanes	28,452,000	
8	Los Angeles I-405/Highway 101 Gap Closure	25,411,000	
Total:		<b>\$657,713,000</b>	<b>\$0.00</b>
<b><u>Summary of Projects Funded by the 2008A Bonds</u></b>			
			<b><i>Debt Service Outstanding</i></b>
<b><i>Project Name</i></b>		<b><i>Allocated Bond Proceeds</i></b>	<b><i>As of 12/31/2019</i></b>
1	Truckee River Canyon - Interstate 80	\$47,814,000	
2	Colfax-Interstate 80	50,186,000	-
Total:		<b>\$98,000,000</b>	<b>\$11,112,657.71</b>
<b><i>2008 GARVEE Bond Principal Balance as of 12/31/2019:</i></b>			<b>\$10,835,000</b>
<b><i>2008 A GARVEE Bonds Payoff Date:</i></b>			<b>2/1/2020</b>

The information in this table was provided by the California Department of Transportation. The payoff date for the 2008A GARVEE bonds was February 1, 2020.

For additional information or questions regarding GARVEE bond debt, please contact Commission Executive Director Mitch Weiss at (916) 654-4245.

Sincerely,

PAUL VAN KONYENBURG  
 Chair

- c: Commissioners, California Transportation Commission
- Mitch Weiss, Executive Director, California Transportation Commission
- David Kim, Secretary, California State Transportation Agency