



DATE: November 9, 2016

TO: Governing Board, Intermodal Container Transfer Facility Joint Powers Authority

FROM: Douglas A. Thiessen, Executive Director

SUBJECT: Distribution of Funds

The net revenue distribution from the tenant, Union Pacific Railroad Company (UP), is received on a quarterly basis. The cash balance of the Joint Powers Authority at the end of fiscal 2016-2017 before any distribution to partners is estimated to be \$9.2 million. This exceeds the anticipated needs for fiscal 2016-2017.

The agreement with the City of Carson required the Intermodal Container Transfer Facility Joint Powers Authority (ICTF JPA) to contribute to several grade separation and street improvement projects, the last of which is the Sepulveda Boulevard widening project. Contributions approximating \$2.25 million is expected to be requested in the next year. A distribution of \$4 million to the two Ports would leave a balance of approximately \$5.2 million to be carried over to fiscal 2017-2018. This balance is deemed necessary in light of expected cash flow needs related to ICTF JPA operations.

It is recommended that the Governing Board authorize distribution of \$4,000,000 to be shared equally (\$2,000,000 to each) by the Port of Long Beach and the Port of Los Angeles.

It is also recommended that the Board make the following finding:

“The Board finds the activity is administrative activity that will not result in direct or indirect physical changes in the environment, and, as such, is not a “project” as defined by CEQA Guidelines section 15378.”

Douglas A. Thiessen
Executive Director

	Estimated Actual June 30, 2016	Adopted June 30, 2016	Proposed June 30, 2017
Beginning Cash Balance	8,250,211	\$8,763,710	\$7,446,046
Facility Revenue Received	5,141,309	4,000,000	4,000,000
UP reimbursement for EIR	492,336	660,182	497,279
Facility Maintenance Fee	113,199	113,199	108,563
Interest	54,526	20,000	20,000
UP Advance for admin expenses	15,996	26,300	20,100
	<u>\$14,067,577</u>	<u>\$13,583,391</u>	<u>\$12,091,988</u>
Less Expenditures			
Rating Agency Fee	-	-	-
City of Carson - Maintenance Fee	113,199	113,199	108,563
City of Carson - Capital Improvements	-	2,250,000	2,250,000
Environmental & Legal Services	492,336	660,182	497,279
Other Operating Expenses	15,996	26,300	20,100
Distribution to Partners	6,000,000	6,000,000	4,000,000
	<u>\$6,621,531</u>	<u>\$9,049,681</u>	<u>\$6,875,942</u>
Ending Cash Balance	\$7,446,046	\$4,533,710	\$5,216,046