

UTA Board of Trustees Meeting

January 30, 2019



Call to Order and Opening Remarks



Pledge of Allegiance



Safety First Minute



Alert Today Alive Tomorrow



U T A 
SAFETY & SECURITY

January 2019



Public Comment Period



Public Comment Guidelines

- Each comment will be limited to two minutes per citizen or five minutes per group representative
- No handouts allowed



**Approval of
January 23, 2019
Board Meeting Minutes**



Recommended Action (by acclamation)

Motion to approve



Agency Report



Discussion Items



Government Relations Update

UTAH TRANSIT AUTHORITY



Bonds and Bond Rating Update

UTAH TRANSIT AUTHORITY





UTAH TRANSIT AUTHORITY

Bonds and Bond Rating Update

January 30, 2019

Pledged and Non-Pledged Sales Taxes

Current Local Sales Taxes received by UTA

Tax Type	Mass Transit Tax	Mass Transit Fixed Guideway	Additional Mass Transit Tax	County Option Transportation Tax	Supplemental State Sales Tax	Transportation Infrastructure	TOTAL RATE
Utah State Code	§59-12-2213	§59-12-2216	§59-12-2214	§59-12-2217	§59-12-2003	§59-12-2218	
Abbreviation	MT	MF	MA	CT	SM	AT	
Box Elder County	0.300%		0.250% *				0.550%
Davis County	0.250%		0.250%		0.050%	0.100%	0.650%
Salt Lake County	0.300%		0.200%	0.188%			0.688%
Tooele County	0.300%			0.250%		0.100%	0.650%
Utah County	0.250%	0.276%					0.526%
Weber County	0.250%		0.250%		0.050%	0.100%	0.650%

Both Salt Lake and Utah County have now enacted the 2218 tax, and UTA will begin to receive 0.1% as a result beginning July 1, 2019.

The 2218 tax is the only sales tax received by UTA that is not pledged to UTA's senior or subordinate bonds.

Diversity of Pledged Sales Tax Collections

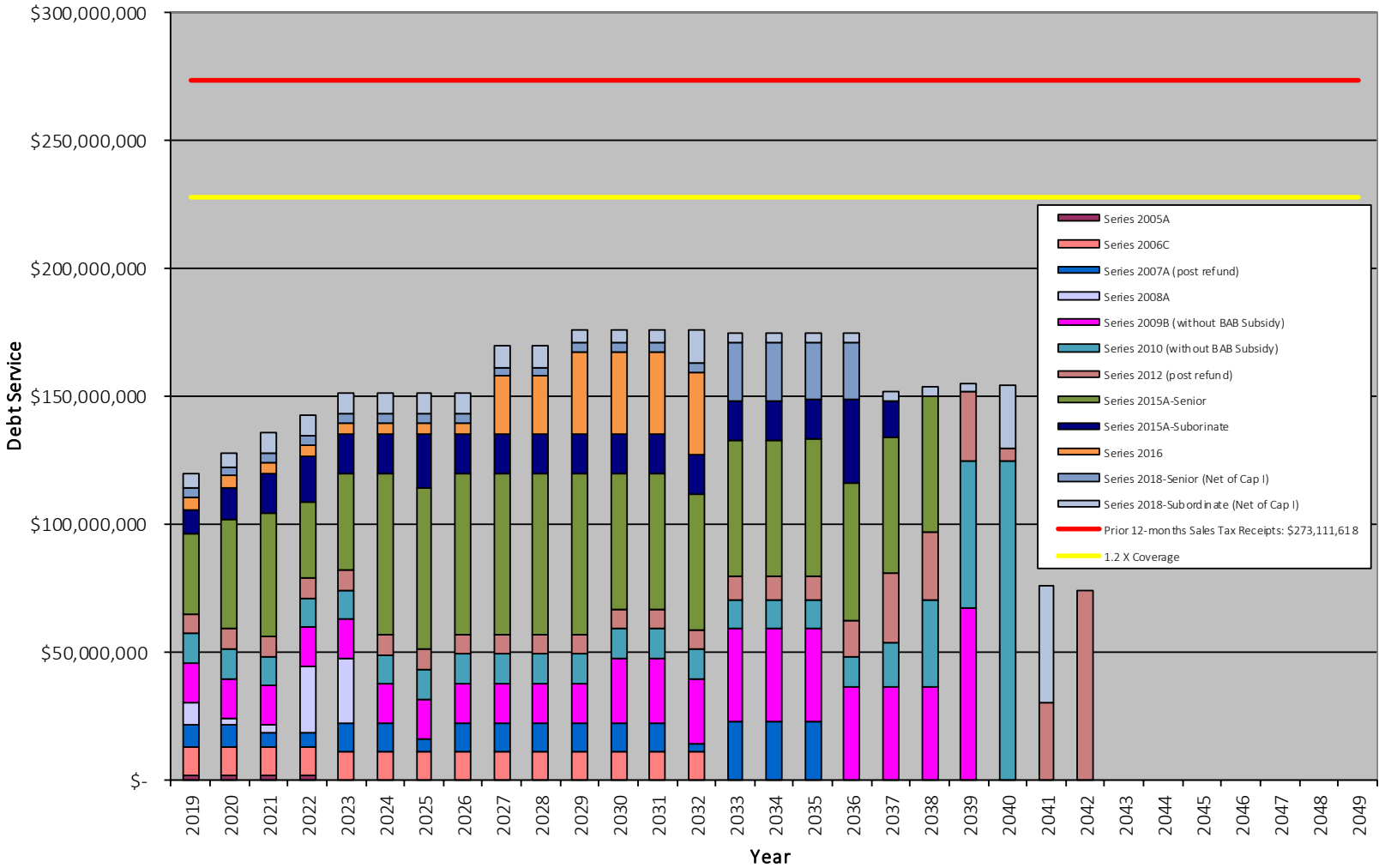
Historical Sales and Use Tax Collections

Fiscal Year Ended December 31	Salt Lake County		Utah County		Davis County		Weber County		Tooele County		Box Elder County		All Counties	
	Amount	% change from prior year	Amount	% change from prior year	Amount	% change from prior year	Amount	% change from prior year	Amount	% change from prior year	Amount	% change from prior year	Amount	% change from prior year
2017.....	\$ 163,407,565	6.7	\$ 43,023,303	11.5	\$ 25,930,110	7.2	\$ 20,692,601	7.3	\$ 1,731,431	12.8	\$ 1,957,740	9.3	\$ 256,742,750	7.6
2016.....	153,201,907	4.3	38,601,427	6.6	24,178,637	4.3	19,277,984	5.0	1,534,674	0.9	1,790,353	15.3	238,584,982	4.8
2015.....	146,866,479	5.5	36,221,930	7.3	23,178,724	8.0	18,362,502	5.1	1,521,097	9.9	1,552,291	9.4	227,703,023	6.1
2014.....	139,199,088	4.9	33,752,513	5.8	21,459,683	7.2	17,469,093	6.0	1,384,631	2.6	1,418,268	9.0	214,683,276	5.3
2013.....	132,741,112	2.8	31,905,764	4.3	20,023,042	7.1	16,486,468	5.6	1,349,366	(1.1)	1,300,577	1.6	203,806,329	3.6
2012.....	129,169,357	7.6	30,576,235	10.2	18,692,038	4.5	15,611,940	4.5	1,364,179	13.0	1,279,794	4.3	196,693,543	7.4
2011.....	120,094,110	6.9	27,743,162	9.2	17,880,017	5.4	14,939,966	1.9	1,207,539	(1.6)	1,226,730	(3.4)	183,091,524	6.5
2010.....	112,379,366	0.3	25,397,367	2.7	16,964,089	(0.7)	14,656,323	(2.5)	1,227,109	7.9	1,269,478	(2.2)	171,893,732	0.3
2009.....	112,076,511	(10.8)	24,725,132	(9.8)	17,091,892	(4.3)	15,029,137	(1.3)	1,136,816	(6.9)	1,297,586	12.3	171,357,074	(9.1)
2008.....	125,688,483	0.9	27,401,909	(1.8)	17,857,247	(10.6)	15,222,426	(11.6)	1,221,602	1.8	1,155,713	36.9	188,547,380	(1.6)

(Source: The Authority.)

Aggregate Debt Service Chart

Total Outstanding Debt Service: Senior and Subordinate Debt



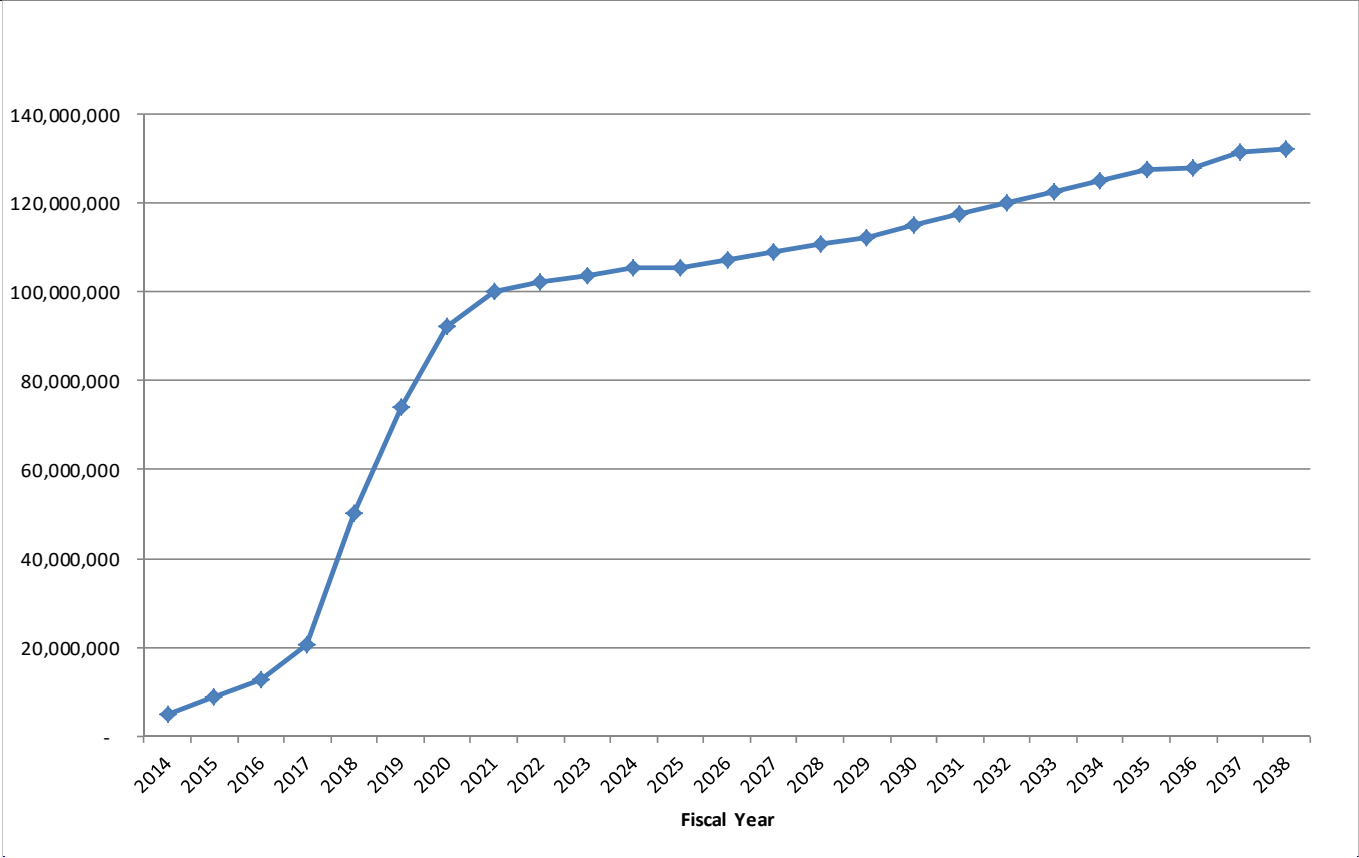
Improvement of UTA Debt Service Coverage

<u>Bond Issue</u>	<u>Senior Coverage</u>	<u>Subordinate Coverage</u>
2018	2.87	1.47
2016	2.58	1.30
2015	2.24	1.33
2014	2.24	1.22
2012	2.07	1.23
2011	1.90	1.21

Projected Growth of Debt Rate Stabilization Reserve

Available Balance Over Time

2017: \$17.7 million
2018: \$47.4 million
2019: \$71.3 million
2020: \$89.4 million
2021: \$97.4 million
2022: \$98.4 million



UTA Outstanding Debt – January 1, 2019

Series	Purpose	Original Prin- cipal Amount	Final Maturity Date	Current Principal Outstanding
Senior Debt (1):				
2018	System projects	\$ 83,765,000	December 15, 2036	\$ 83,765,000
2015A	Refunding	668,655,000	June 15, 2038	668,655,000
2009B (2).....	System projects/BABs	261,450,000	June 15, 2039	261,450,000
2008A (3) (4)	System projects	700,000,000	June 15, 2023 (11)	54,295,000
2006C (5).....	Refunding	134,650,000	June 15, 2032	107,760,000
2005A (5).....	Refunding	20,630,000	June 15, 2022	<u>7,085,000</u>
Subtotal.....				<u>1,183,010,000</u>
Subordinate Debt (6):				
2018 (7).....	Refunding	115,540,000	December 15, 2041	113,895,000
2016	Refunding	145,691,498	December 15, 2032	145,691,498
2015A	Refunding	192,005,000	June 15, 2037	192,005,000
2012 (3) (8).....	System projects/refund	295,520,000	June 15, 2042	171,600,000
2010 (2).....	System projects/BABs	200,000,000	June 15, 2040	200,000,000
2007A (9) (10)	Commuter rail/refund	261,124,109	June 15, 2035 (12)	<u>121,455,000</u>
Subtotal.....				<u>944,646,498</u>
Total all debt				<u>\$2,127,656,498</u>

Current Ratings

<u>Fitch</u>	<u>Moody's</u>	<u>S&P</u>
Senior Bonds		
AA	Aa2	AAA
Subordinated Bonds		
AA	A1	A+

(Source: Zions Public Finance, Inc.)

S&P: Changing Methodology and Possible UTA Rating Change

- ❖ S&P first upgraded UTA's senior bonds to "AAA" on June 29, 2006
- ❖ In 2010, the outlook on these bonds was changed to "credit watch negative" from "stable"
- ❖ In 2012, the negative outlook was removed, and the outlook returned to "stable"

- ❖ On October 22, 2018, S&P published revised rating criteria for "U.S. Priority-Lien Tax Revenue Debt"
- ❖ Subsequently, S&P released a "Credit FAQ" that addressed many transit-issuer concerns



ZIONS PUBLIC FINANCE

One South Main Street, 18th Floor

801.844.7373

2019 Performance Targets for Executive Team

UTAH TRANSIT AUTHORITY



R2019-01-05 Re-Adopting the 2019 Budget

UTAH TRANSIT AUTHORITY



Recommended Action (by roll call)

Motion to approve R2019-01-05:
Re-Adopting the 2019 Budget



Other Business

- a. Next meeting: February 6, 2019 at 9:00 a.m.



Adjourn

