



*Via email to [JohnsonR5@metro.net](mailto:JohnsonR5@metro.net)*

August 17, 2021

Mr. Rodney Johnson  
Deputy Executive Officer, Finance  
Los Angeles County Metropolitan Transportation Authority  
One Gateway Center  
Los Angeles, CA 90012

**RE: Partial repayment of \$45 million working capital loan under MOU8002R**

Dear Mr. Johnson:

This letter is intended to accompany the simultaneous wire transfer from the San Gabriel Valley Council of Governments (SGVCOG) to the Los Angeles County Metropolitan Transportation Authority (LA Metro) of a total of \$15,000,000 in partial payment of an outstanding \$45,000,000 loan extended by LA Metro to SGVCOG for the purpose of financing the working capital needs of the Alameda Corridor-East (ACE) Project.

The partial repayment is based on a careful assessment of cash flow needs of the three grade separation projects currently in construction and the two projects anticipated to start construction next year. As you know, the Alameda Corridor-East Phase II Grade Separations Master Funding Agreement for the working capital loan stipulates that the loan repayment would be triggered either at 10 years from the time that the working capital loan commenced in June 2013, or when LA Metro's outstanding obligation of Measure R or Proposition C for the ACE Project reaches a trigger amount of \$75,000,000 or less. With the approval of addendum No. 3 dated March 25, 2021, \$282,500,000 of Measure R funds have been authorized, leaving a remaining balance under the Master Funding Agreement of \$75,500,000.

To provide for future, albeit reduced cash flow needs, the SGVCOG hereby requests that LA Metro amend the loan duration to extend it by three additional years and that the repayment trigger amount be adjusted accordingly to reflect the partial repayment.

I hope this information is helpful. Please contact me at [ralimoren@sgvcog.org](mailto:ralimoren@sgvcog.org) should you have questions or need more information.

Sincerely,

A handwritten signature in black ink that reads "Rey P. Alimoran".

Rey Alimoran  
Director of Finance

cc: Mr. Matthew Wingert ([WingertM@metro.net](mailto:WingertM@metro.net))  
Ms. Akiko Yamagami ([YamagamiA@metro.net](mailto:YamagamiA@metro.net))