

**Board Report**

File #: 2015-1695, **File Type:** Informational Report**Agenda Number:** 3.**Crenshaw Project Corporation**One Gateway Plaza
Los Angeles, CA 90012**CRENSHAW PROJECT CORPORATION BOARD MEETING
DECEMBER 3, 2015****SUBJECT: CRENSHAW PROJECT CORPORATION ANNUAL FINANCIAL REPORT****ACTION: RECEIVE AND FILE****RECOMMENDATION**

RECEIVE AND FILE the **Crenshaw Project Corporation (CPC) Annual Financial Report for the fiscal year ended June 30, 2015** (Attachment A).

ISSUE

The CPC was formed in 2012 to act as the Transportation Infrastructure Finance and Innovation Act (TIFIA) Loan conduit borrower for the Crenshaw/LAX Transit Corridor Project (Crenshaw/LAX Project). The CPC Bylaws require that an annual financial report be prepared for review by the CPC Directors no later than 120 days after the close of the Corporation's fiscal year (June 30th), or such later date permissible by Public Benefit Corporation Law. Attachment A presents this required financial report.

DISCUSSION

Fiscal Year 2015 was the first year, since its inception, that the CPC had any financial transactions. In September 2012, the CPC secured a \$545,900,000 TIFIA loan from the United States Department of Transportation (USDOT). The TIFIA loan is secured by Measure R Sales Tax revenues allocated to the Crenshaw/LAX Project. In June 2015, the CPC received its first disbursement of TIFIA loan funds in the amount of \$37,477,000. This loan disbursement was then advanced to Metro for the purpose of reimbursing the agency for eligible Crenshaw/LAX Project expenses. In addition, the CPC paid \$457,000 in expenses that consisted of loan fees and other charges. The CPC was reimbursed for these expenditures by Metro. The Annual Financial Report states that the net position of the CPC as of June 30, 2015 was \$0 as a result of the transactions noted above. Attachment A contains the CPC Basic Financial Statements (Unaudited) for FY15.

DETERMINATION OF SAFETY IMPACT

There is no safety impact related to this action.

FINANCIAL IMPACT

The administrative costs associated with preparing the CPC Annual Financial Report was funded in Metro's adopted FY16 budget in various cost centers.

NEXT STEPS

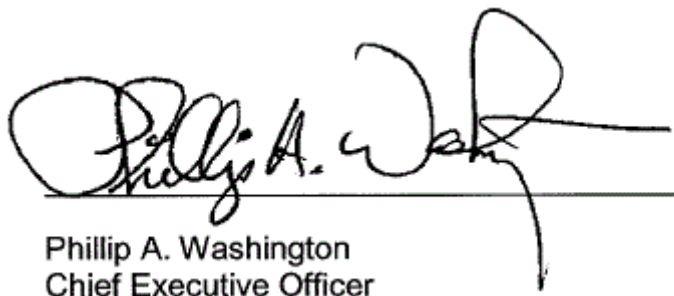
Staff will continue to provide CPC financial reports to the Board on an annual basis as required by the Bylaws.

ATTACHMENTS

Attachment A - Crenshaw Project Corporation Basic Financial Statements (Unaudited) For the Fiscal Year Ended June 30, 2015

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