

# Update on CTIB Wind-down

July 19, 2017

# Dissolution timeline

1. CTIB and each County submit notices to DOR	Completed - June 30, 2017
2. Consideration of budget amendments, administrative contract amendments and terminations	July 19, 2017
3. Redemption of CTIB Series 2010A Note Payment of Anoka, Dakota, Washington County distributions	July 31, 2017
4. CTIB Joint Powers Agreement and sales tax terminate	September 30, 2017
5. County taxes begin	October 1, 2017

# Wind-down Work Plan and Schedule

## July Key Activities

- ✓ 2017 Administrative Budget amendment
- ✓ 2017 contract amendments or termination Sept. 30
- Redemption of CTIB Note to Hennepin County
- Payment of wind-down cash distributions to Anoka, Dakota and Washington Counties
- Grants workshop for CTIB grantees
- Monthly Report to OLA

# Wind-down Work Plan and Schedule

## August Key Activities

- Amendment and assignment of 2017 capital grants
- Assignment of 2017 operating grants
- Amendment and assignment of 2015/16 capital grants
- Assignment of Pre-2015 capital grants
- Prepare fiscal agent agreement for CTIB Trustee
- HDR & Boothe final reports regarding CTIB PoP
- Monthly Report to OLA

# Wind-down Work Plan and Schedule

## September Key Activities

- Update on transition period planning
- Final PoP Investment Strategy Report
- Any other necessary actions of the Board, prior to dissolution
- Final Monthly Report to OLA

# Transition Activities (Q4 2017-Q1 2018)

- Master Operations Funding Agreement
- Q4 2017 disbursement review and adjustments
- 2017 Operating Grant reconciliations/refunds
- Close-out of prior capital grants; monitor refunds
- Technical assistance for counties assuming grants and/or transitioning project activity tasks
- Monthly communications, County staff meetings and project meetings
- Monthly financial reporting, tracking, resource
- Logistics such as final reports due (2017 audit, annual legislative report), OLA, document access and archive, website

# a. Sales Tax Collections

Cumulative Cash Collections (\$\$ in thousands)							Δ % YTD
Month	2013	2014	2015	2016	2017	Variance 2016 to 2017	
Jan	\$ 8,514	\$ 9,377	\$ 9,885	\$ 9,866	\$ 10,228	\$ 363	3.7%
Feb	16,841	18,501	18,345	19,230	19,815	585	3.0%
Mar	25,583	28,019	29,600	31,138	32,323	1,185	3.8%
Apr	35,092	36,224	38,013	39,511	41,236	1,725	4.4%
May	42,443	45,711	45,603	47,760	49,408	1,648	3.5%
Jun	51,221	55,058	55,486	57,535	59,591	2,056	3.6%
Jul	59,439	64,072	65,034	67,344	69,181	1,837	2.7%
Aug	68,908	73,814	74,603	77,148	-	-	
Sep	77,686	83,177	84,820	86,813	-	-	
Oct	88,533	94,240	96,773	98,164	-	-	
Nov	98,174	104,096	106,132	108,829	-	-	
Dec	108,336	113,629	116,682	119,551	-	-	
\$ increase	\$6,410	\$5,293	\$3,053	\$2,869	Annual		
% increase	6.3%	4.9%	2.7%	2.5%	2.7% YTD		
5-year avg.		5.6%	5.55%	4.59%			

## b. Redemption of CTIB Note

- July 13 Securities bid ( $\approx$ \$89.9M)
- July 26 Transfer of redemption price to trustee's Debt Service Fund
- July 27 Securities purchased for the account of CTIB
- July 31 Securities and payment of costs of defeasance ( $\approx$ \$32K) transferred to escrow agent, completing redemption



## c. Payment of Wind-down Distributions

- Payments to be made July 31
  - Anoka County \$ 4.10M
  - Dakota County 21.30M
  - Washington County 9.78M
  - \$35.18M
- Letters of instruction/**acknowledgement** have been prepared & executed by each receiving county

## d. Fiscal Agent Agreement

- Wells Fargo, current trustee, will be the agent
- Funds will transfer from trust account Oct. 1
- Features of agreement
  - Sub-accounts to receive designated deposits
  - Disbursement requests will mirror current process
  - New deposits will be directed to appropriate sub-account
    - Final Sales tax distributions through early 2018 will go proportionately to 2017 grant accounts
    - Other receipts – CTIB Counties Fund for periodic distribution to five counties

# e. Staff Workshop with Grantees

Monday, July 24

9:00 to 11:30 am

Metro Counties Govt. Center

Invitees: Counties, Metropolitan Council, Metro Transit, Project office staff

Purpose: Discuss administration of CTIB grants by counties & ongoing grant requirements