

# Utah Transit Authority Financial Report

Infrastructure and General Government  
Appropriations Subcommittee  
August 20, 2024



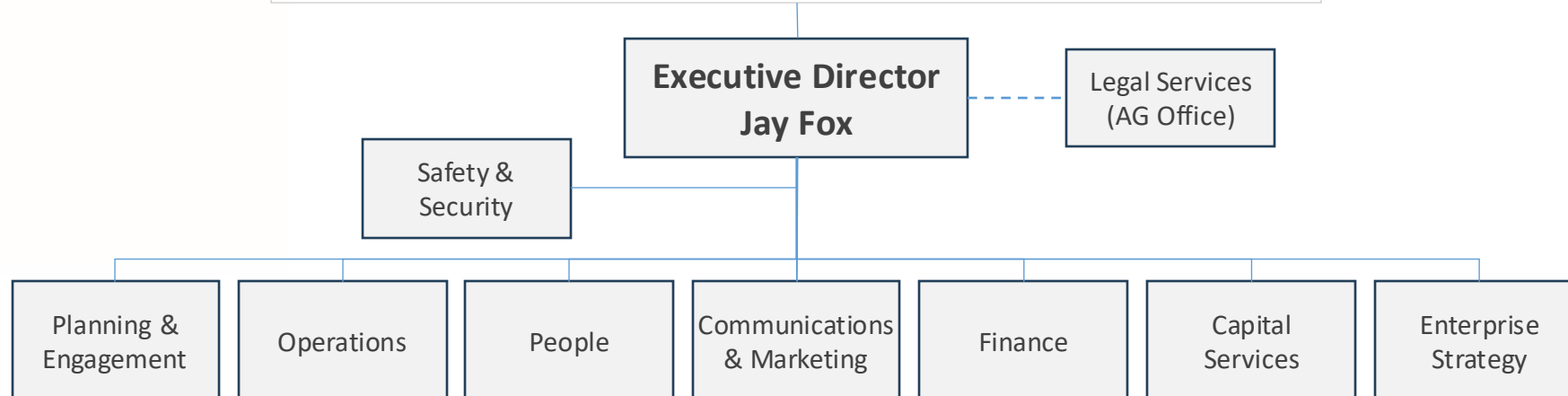
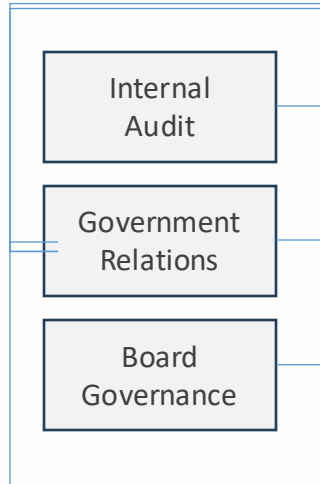


# UTA Service to Utah

- Utah Transit Authority (UTA) operating transit since 1970
- Regional connectivity in the service district (77 municipalities) across multiple modes



# UTA Governance and Leadership



# UTA Board Appointment and Authority

State law assigns governance to UTA's Board of Trustees

- Nominated by local officials
- Appointed by the governor with state senate consent
- Sets the agency's strategic direction
- Approves the agency's budget
- Directs and guides UTA business, policies, and actions

See Section 807.2 at <https://le.utah.gov/xcode/Title17B/Chapter2A/17B-2a-P8.html>



# UTA Five-Year Strategic Plan (2023-2030)

**Mission:** We Move You

**Vision:** Leading Utah's mobility solutions and improving quality of life

**Strategic Priorities:**

 **Moving Utahns to a Better Quality of Life**

 **Exceeding Customer Expectations**

 **Achieving Organizational Excellence**

 **Building Community Support**

 **Generating Critical Economic Return**



Learn more at: [rideuta.com/strategicplan](https://rideuta.com/strategicplan)





## Economic return

Transit-oriented developments

Job access

Tax and goods and services returns



# 10-Year Financial Forecast – w/o UCE

As of 8/16/24 with bonding

**DRAFT**

Sources (USD \$ Millions)	Actuals	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
A Beginning Balance	\$ 435.2	\$ 373.4	\$ 356.0	\$ 324.7	\$ 259.2	\$ 231.4	\$ 216.7	\$ 167.2	\$ 184.9	\$ 215.4	\$ 226.2	\$ 244.8
Sales Tax OG	\$ 482.4	\$ 492.9	\$ 516.9	\$ 540.8	\$ 569.1	\$ 593.3	\$ 617.5	\$ 642.6	\$ 668.8	\$ 696.0	\$ 724.3	\$ 753.8
HB430 Impact			\$ (3.6)	\$ (7.5)	\$ (7.8)	\$ (8.2)	\$ (8.5)	\$ (8.9)	\$ (9.2)	\$ (9.6)	\$ (10.0)	\$ (10.4)
Sales Tax Less 4th Qtr 10%	\$ 482.4	\$ 492.9	\$ 513.3	\$ 533.3	\$ 561.3	\$ 585.2	\$ 609.0	\$ 633.8	\$ 659.6	\$ 686.4	\$ 714.3	\$ 743.4
PM Funds (FTA)	63.6	114.8	72.4	73.1	73.9	74.6	75.4	76.1	76.9	77.6	78.4	79.2
Passenger Funds	35.4	37.0	37.0	40.9	41.6	42.6	42.9	43.9	44.9	45.8	50.3	51.9
B Capital Sources	104.0	196.8	206.7	159.8	190.5	101.6	118.0	67.5	97.3	124.6	64.3	63.4
Bonding	-	-	60.0	-	-	-	-	-	-	-	-	-
Leasing	32.7	39.8	30.0	47.7	43.3	40.8	22.1	31.1	60.5	87.4	26.8	25.5
Grants	45.2	59.7	39.9	41.8	76.9	4.5	44.4	0.4	0.4	0.4	0.4	0.4
Formula Funds	0.1	72.3	37.1	44.6	59.4	50.0	49.1	36.0	36.4	36.7	37.1	37.5
State	17.6	21.1	2.8	5.1	2.9	5.2	1.2	-	-	-	-	-
TTIF	-	-	29.6	18.0	5.7	-	-	-	-	-	-	-
Local Revenues	8.9	3.9	7.2	2.5	2.2	1.2	1.2	-	-	-	-	-
Other	(0.5)	-	-	-	-	-	-	-	-	-	-	-
Other Sources	42.2	21.9	22.2	21.7	22.0	19.7	19.9	20.1	20.6	21.2	21.6	22.1
C Total Sources	\$ 727.6	\$ 863.3	\$ 851.5	\$ 828.8	\$ 889.2	\$ 823.5	\$ 865.2	\$ 841.5	\$ 899.2	\$ 955.6	\$ 929.0	\$ 960.0
<b>Uses</b>												
D Operating Expense	\$ 386.3	\$ 425.5	\$ 463.9	\$ 479.1	\$ 494.5	\$ 521.3	\$ 538.0	\$ 555.3	\$ 572.7	\$ 590.7	\$ 609.3	\$ 628.4
E Capital Expense	209.9	264.5	248.7	231.1	230.8	121.4	128.9	67.2	92.5	144.7	90.7	75.4
F Debt Service	158.8	160.6	170.2	184.0	191.8	195.5	247.9	201.2	203.6	209.4	210.3	212.5
G Total Uses	\$ 755.0	\$ 850.7	\$ 882.9	\$ 894.3	\$ 917.1	\$ 838.2	\$ 914.8	\$ 823.7	\$ 868.8	\$ 944.8	\$ 910.3	\$ 916.4
H Net Change	\$ (27.4)	\$ 12.6	\$ (31.4)	\$ (65.5)	\$ (27.8)	\$ (14.6)	\$ (49.6)	\$ 17.8	\$ 30.4	\$ 10.8	\$ 18.7	\$ 43.6
I Cash Amended	(34.4)	(30.0)	-	-	-	-	-	-	-	-	-	-
J Ending Balance	\$ 373.4	\$ 356.0	\$ 324.7	\$ 259.2	\$ 231.4	\$ 216.7	\$ 167.2	\$ 184.9	\$ 215.4	\$ 226.2	\$ 244.8	\$ 288.5
K Reserves	203.3	212.1	221.8	231.4	234.3	235.1	188.3	188.9	189.4	189.9	190.5	191.1
L Available For Capital Investment	\$ 170.2	\$ 143.9	\$ 102.9	\$ 27.8	\$ (2.9)	\$ (18.3)	\$ (21.2)	\$ (3.9)	\$ 26.0	\$ 36.2	\$ 54.4	\$ 97.4

# 10-Year Financial Forecast – w/o UCE

As of 8/16/24 with planned bonding funded

**DRAFT**

	Actuals	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Sources (USD \$ Millions)	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
A Beginning Balance	\$ 435.2	\$ 373.4	\$ 356.0	\$ 324.7	\$ 263.3	\$ 239.5	\$ 229.0	\$ 183.6	\$ 205.6	\$ 240.3	\$ 255.4	\$ 278.4
Sales Tax OG	\$ 482.4	\$ 492.9	\$ 516.9	\$ 540.8	\$ 569.1	\$ 593.3	\$ 617.5	\$ 642.6	\$ 668.8	\$ 696.0	\$ 724.3	\$ 753.8
HB430 Impact			\$ (3.6)	\$ (7.5)	\$ (7.8)	\$ (8.2)	\$ (8.5)	\$ (8.9)	\$ (9.2)	\$ (9.6)	\$ (10.0)	\$ (10.4)
Sales Tax Less 4th Qtr 10%	\$ 482.4	\$ 492.9	\$ 513.3	\$ 533.3	\$ 561.3	\$ 585.2	\$ 609.0	\$ 633.8	\$ 659.6	\$ 686.4	\$ 714.3	\$ 743.4
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Passenger Funds	35.4	37.0	37.0	40.9	41.6	42.6	42.9	43.9	44.9	45.8	50.3	51.9
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Bonding	-	-	-	-	-	-	-	-	-	-	-	-
Leasing	32.7	39.8	30.0	47.7	43.3	40.8	22.1	31.1	60.5	87.4	26.8	25.5
Grants	45.2	59.7	39.9	41.8	76.9	4.5	44.4	0.4	0.4	0.4	0.4	0.4
Formula Funds	0.1	72.3	37.1	44.6	59.4	50.0	49.1	36.0	36.4	36.7	37.1	37.5
State	17.6	21.1	2.8	5.1	2.9	5.2	1.2	-	-	-	-	-
TTIF	-	-	29.6	18.0	5.7	-	-	-	-	-	-	-
Local Revenues	8.9	3.9	7.2	2.5	2.2	1.2	1.2	-	-	-	-	-
Other	(0.5)	-	60.0	-	-	-	-	-	-	-	-	-
Other Sources	42.2	21.9	22.2	21.7	22.0	19.7	20.0	20.3	20.8	21.5	21.9	22.4
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E Capital Expense	209.9	264.5	248.7	231.1	230.8	121.4	128.9	67.2	92.5	144.7	90.7	75.4
F Debt Service	158.8	160.6	170.2	179.9	187.7	191.5	243.8	197.2	199.5	205.3	206.2	208.4
G Total Uses	\$ 755.0	\$ 850.7	\$ 882.9	\$ 890.2	\$ 913.0	\$ 834.1	\$ 910.7	\$ 819.6	\$ 864.7	\$ 940.8	\$ 906.3	\$ 912.3
H Net Change	\$ (27.4)	\$ 12.6	\$ (31.4)	\$ (61.4)	\$ (23.8)	\$ (10.5)	\$ (45.4)	\$ 22.0	\$ 34.7	\$ 15.1	\$ 23.0	\$ 48.0
I Cash Amended	(34.4)	(30.0)	-	-	-	-	-	-	-	-	-	-
J Ending Balance	\$ 373.4	\$ 356.0	\$ 324.7	\$ 263.3	\$ 239.5	\$ 229.0	\$ 183.6	\$ 205.6	\$ 240.3	\$ 255.4	\$ 278.4	\$ 326.5
K Reserves	203.3	212.1	221.8	231.4	234.3	235.1	188.3	188.9	189.4	189.9	190.5	191.1
L Available For Capital Investment	\$ 170.2	\$ 143.9	\$ 102.9	\$ 31.9	\$ 5.2	\$ (6.0)	\$ (4.7)	\$ 16.7	\$ 50.9	\$ 65.5	\$ 88.0	\$ 135.4

# 2025–2034 Goal: Provide Safe and Reliable Service

- **Local service** - 5-Year Service Plan
- **Rail service** – safe, reliable, frequency, accessible
- **Enhanced TRAX** – modernization, frequency, fully accessible



# Rail Projects

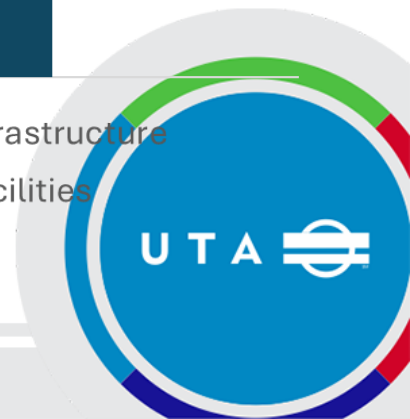
## TRAX Modernization (partial list)

- TRAX Vehicle Replacement \$180M
- Orange Line/Tech Link \$121M

## Rail State of Good Repair (SGR) (partial list)

- Replace Power Substations \$60M
- Train Control Rehab/Replace \$52M
- FrontRunner Vehicle Rehab \$64M
- TRAX Vehicle Rehab \$45M
- Warm Spring Upgrade \$35M

## Rail – Capital Needs 2025-2034



# Revenue Sources

- Federal discretionary funds
- TTIF
- Other state funds
- Federal formula funds
- Passenger revenue
- Local sales tax options



# UTA Rail Debt Portfolio

UTAH TRANSIT AUTHORITY

UTA Projects Financed by Bonds	
TRAX Blue Line (Draper)	\$144.9M
TRAX Green Line (Airport)	\$313.9M
TRAX Green Line (West Valley)	\$367.1M
FrontRunner North	\$611.2M
FrontRunner South	\$945.1M
TRAX Red Line (UofU)	\$118.5M
TRAX Red Line (UofU Medical Center)	\$89.4M
TRAX Red Line (Mid-Jordan/Daybreak)	\$510.1M
Positive Train Control	\$33.9M
TRAX Green Line (Airport) relocation	\$21.6M
<b>TOTAL</b>	<b>\$3.16B</b>



## Delivered a Multimodal Regional Transit System for Utah

- Leveraged recession funding streams
- Favorable federal funding environment
- 2002 Winter Olympic Games
- High public support and satisfaction
- Positive bond ratings



# UTA Authority to Issue Bonds

Public Transit District Act, Title 17B, Chapter 2a, Part 8 of Utah Code

**Limited borrowing** based upon:

- Credit ratings on bonds to be issued
- Availability of functional capital markets
- Investor appetite and demand for UTA's specific bonds

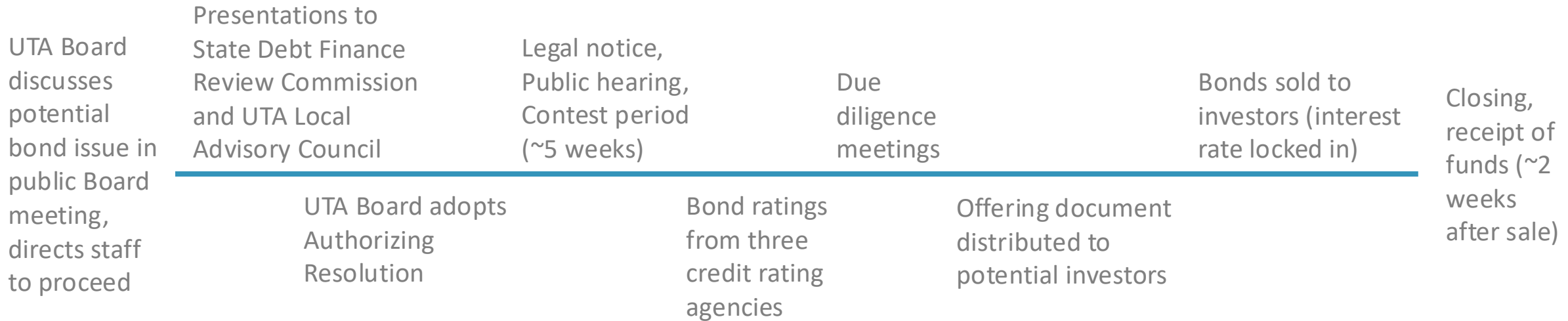
**Subject to legal provisions**, requiring pledged sales tax revenues to provide at least:

- 200% coverage of maximum annual senior lien bond debt service; and
- 150% coverage of maximum annual total senior and subordinate lien bond debt service



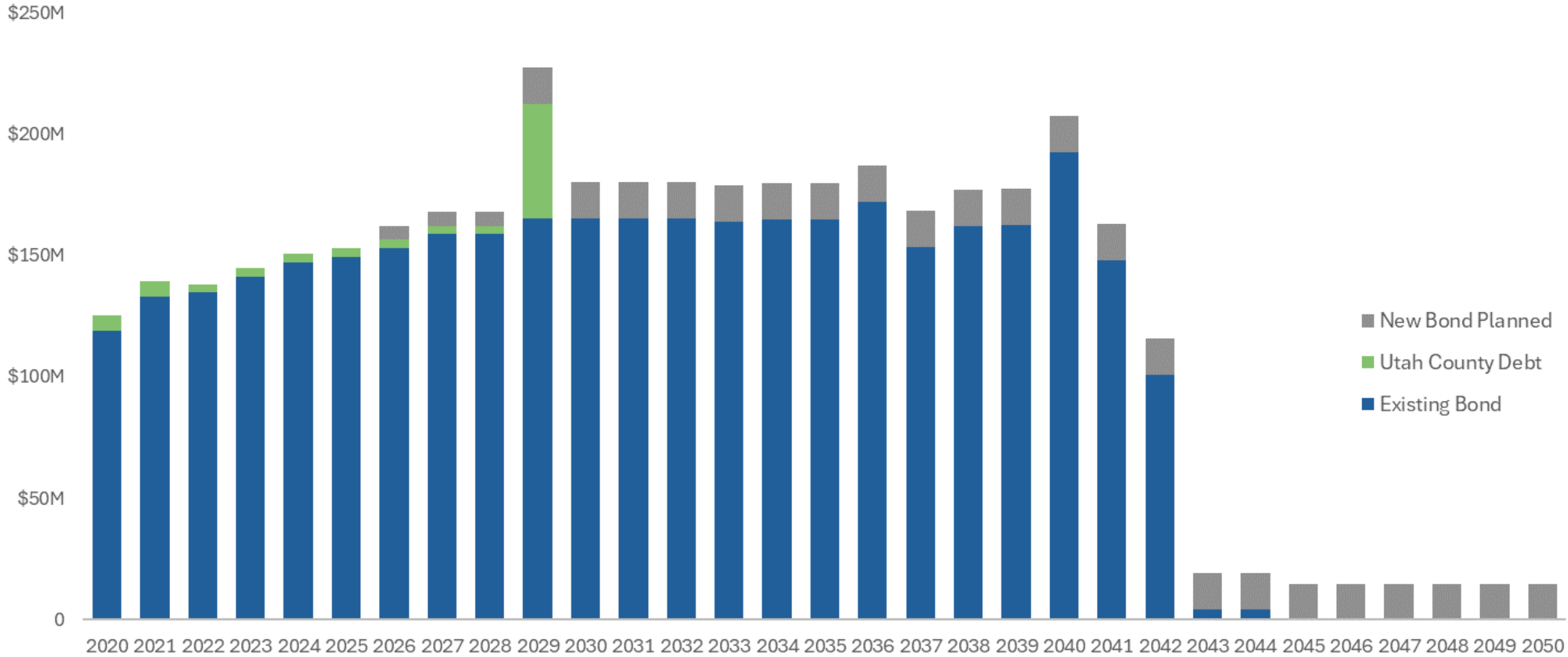
# Steps to Bond Issuance

Standard bond issuance, which can take 3-5 months, includes:



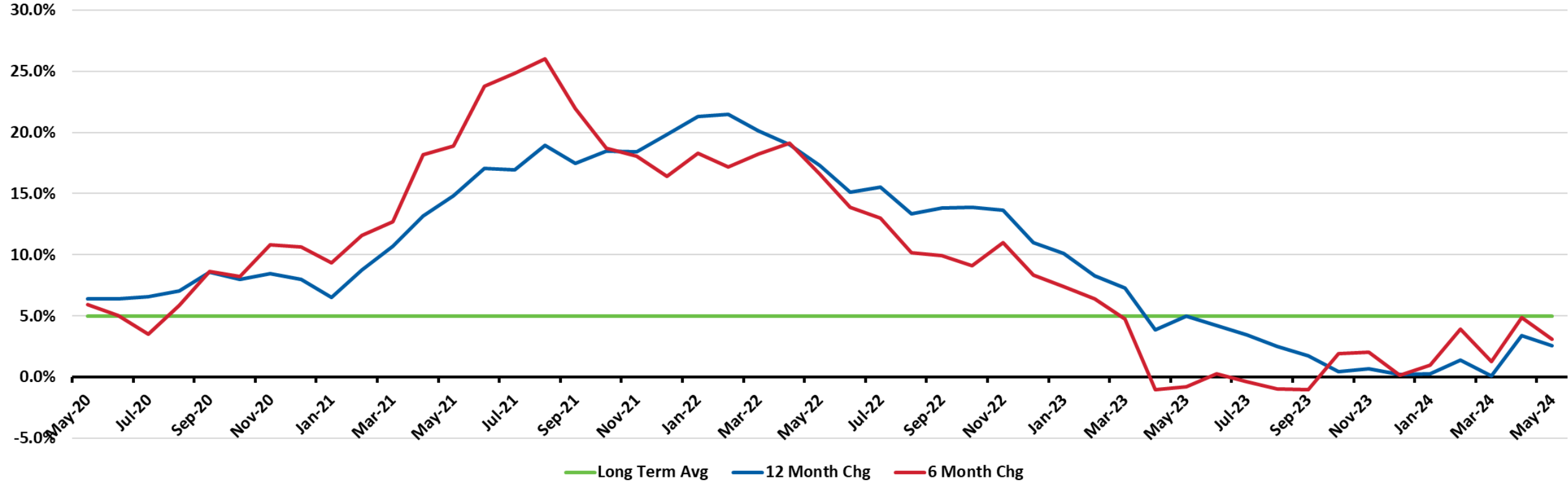
# UTA Debt Service

UTAH TRANSIT AUTHORITY



# UTA Sales Tax Growth 2020-2024

## UTA Sales Tax Growth 2020 - 2024



# 10-Year Financial Forecast

As of 8/16/24 with bonding

**DRAFT**

Sources <i>(USD \$ Millions)</i>	Actuals	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
A <b>Beginning Balance</b>	\$ 435.2	\$ 373.4	\$ 372.0	\$ 344.8	\$ 258.3	\$ 279.7	\$ 144.8	\$ (25.4)	\$ (72.5)	\$ (103.8)	\$ (148.8)	\$ (193.3)
Sales Tax OG	\$ 482.4	\$ 492.9	\$ 516.9	\$ 540.8	\$ 564.9	\$ 588.9	\$ 612.8	\$ 637.8	\$ 663.7	\$ 690.7	\$ 718.9	\$ 748.1
HB430 Impact			\$ (3.6)	\$ (7.5)	\$ (7.8)	\$ (8.2)	\$ (8.5)	\$ (8.9)	\$ (9.2)	\$ (9.6)	\$ (10.0)	\$ (10.4)
Sales Tax Less 4th Qtr 10%	\$ 482.4	\$ 492.9	\$ 513.3	\$ 533.3	\$ 557.0	\$ 580.7	\$ 604.3	\$ 628.9	\$ 654.5	\$ 681.1	\$ 708.9	\$ 737.7
PM Funds (FTA)	63.6	114.8	72.4	73.1	73.9	74.6	75.4	76.1	76.9	77.6	78.4	79.2
Passenger Funds	35.4	37.0	37.0	40.9	41.6	42.6	46.6	47.3	49.2	50.0	50.7	52.7
B <b>Capital Sources</b>	104.0	196.8	267.1	176.0	246.1	96.8	134.8	93.2	133.5	161.2	101.4	101.0
Bonding	-	-	80.0	-	100.0	-	-	-	-	-	-	-
Leasing	32.7	39.8	38.1	49.0	63.3	46.2	73.1	21.1	60.5	87.4	26.8	25.5
Grants	45.2	59.7	66.6	65.3	32.7	4.6	0.9	12.0	12.2	12.5	12.7	13.0
Formula Funds	0.1	72.3	30.2	37.9	40.2	43.9	51.9	52.0	52.5	53.0	53.6	54.1
State	17.6	21.1	15.5	3.3	2.0	1.0	1.0	-	-	-	-	-
TTIF	-	-	29.6	18.0	5.7	-	-	-	-	-	-	-
Local Revenues	8.9	3.9	7.1	2.4	2.2	1.2	-	-	-	-	-	-
Other	(0.5)	-	-	-	-	-	8.0	8.1	8.2	8.2	8.3	8.4
Other Sources	42.2	21.9	20.8	20.3	20.6	18.7	17.7	17.7	18.7	19.1	19.2	19.5
C <b>Total Sources</b>	\$ 727.6	\$ 863.3	\$ 910.6	\$ 843.6	\$ 939.1	\$ 813.3	\$ 878.7	\$ 863.2	\$ 932.7	\$ 989.0	\$ 958.6	\$ 990.1
<b>Uses</b>												
D Operating Expense	\$ 386.3	\$ 425.5	\$ 449.2	\$ 482.1	\$ 497.8	\$ 524.8	\$ 541.9	\$ 559.5	\$ 577.7	\$ 596.6	\$ 616.0	\$ 636.0
E Capital Expense	209.9	245.3	315.1	262.0	224.7	223.9	241.2	132.4	165.6	210.9	159.0	144.8
F Debt Service	158.8	163.9	173.6	185.9	195.2	199.5	265.9	218.3	220.7	226.5	228.1	229.6
G <b>Total Uses</b>	\$ 755.0	\$ 834.7	\$ 937.8	\$ 930.1	\$ 917.7	\$ 948.2	\$ 1,049.0	\$ 910.2	\$ 964.0	\$ 1,034.0	\$ 1,003.1	\$ 1,010.4
H <b>Net Change</b>	\$ (27.4)	\$ 28.6	\$ (27.3)	\$ (86.5)	\$ 21.4	\$ (134.9)	\$ (170.3)	\$ (47.0)	\$ (31.4)	\$ (45.0)	\$ (44.5)	\$ (20.3)
I Cash Amended	(34.4)	(30.0)	-	-	-	-	-	-	-	-	-	-
J <b>Ending Balance</b>	\$ 373.4	\$ 372.0	\$ 344.8	\$ 258.3	\$ 279.7	\$ 144.8	\$ (25.4)	\$ (72.5)	\$ (103.8)	\$ (148.8)	\$ (193.3)	\$ (213.6)
K <b>Reserves</b>	203.3	222.1	245.9	272.3	247.4	264.1	231.8	247.3	263.3	279.8	296.9	314.4
L <b>Available For Capital Investment</b>	\$ 170.2	\$ 149.9	\$ 98.9	\$ (14.0)	\$ 32.4	\$ (119.2)	\$ (257.3)	\$ (319.8)	\$ (367.1)	\$ (428.6)	\$ (490.1)	\$ (528.0)

# 10-Year Financial Forecast

As of 8/16/24 with planned bonding funded

**DRAFT**

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A <b>Beginning Balance</b>	\$ 435.2	\$ 373.4	\$ 372.0	\$ 444.8	\$ 363.7	\$ 290.6	\$ 161.2	\$ 5.7	\$ (26.8)	\$ (43.5)	\$ (73.9)	\$ (103.8)	
Sales Tax OG	\$ 482.4	\$ 492.9	\$ 516.9	\$ 540.8	\$ 564.9	\$ 588.9	\$ 612.8	\$ 637.8	\$ 663.7	\$ 690.7	\$ 718.9	\$ 748.1	
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Local Revenues	8.9	3.9	7.1	2.4	2.2	1.2	-	-	-	-	-	-	
Other	(0.5)	-	180.0	-	-	-	8.0	8.1	8.2	8.2	8.3	8.4	
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K <b>Reserves</b>	203.3	222.1	245.9	272.3	247.4	264.1	231.8	247.3	263.3	279.8	296.9	314.4	
L <b>Available For Capital Investment</b>	\$ 170.2	\$ 149.9	\$ 198.9	\$ 91.4	\$ 43.2	\$ (102.9)	\$ (226.2)	\$ (274.1)	\$ (306.8)	\$ (353.7)	\$ (400.6)	\$ (424.0)	

# Focused Investment of Existing Resources

UTA has a plan to steadily pay down debt service while keeping current service in safe, working order:

