



Alabama Transportation Infrastructure Bank (ATIB)

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Program Guidelines, Procedures, and Application

- The ATIB Program guidelines, procedures, and application can be found on ALDOT's website at:
<https://www.dot.state.al.us/programs/ATIB.html>
- ATIB ALDOT contact:
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State Guarantee loan program

Public Road and Bridge Fund pledged revenues: \$275 million

- Statewide 6 cent and 13 cent diesel fuel tax
- Motor vehicle license taxes and registration fees
- Identification marker fees
- Statewide motor carrier fuel tax

Program Advantages

- Guarantee program will enable local borrowers to receive “AA” rated fixed rate loans.
- Eligible loan recipients consist of state and local governmental entities for the purpose of funding construction, reconstruction, maintenance, and improvement of roads, bridges, local streets, and other public ways including right of way acquisition, feasibility, and engineering costs.
- Streamline borrowing option for various local projects or joint local/state projects. Rural counties should find the infrastructure bank an attractive borrowing option. Generally, funding can be provided within 90 days of receipt of an application.
- Infrastructure bank could also be a source for federal transportation grant match requirements.
- State guarantee loan program projects not subject to federal construction guidelines.

Program loan minimum \$5 million

- Multiple projects can be included to meet the \$5 million minimum.
- State projects with local engineering.
- Flexible loan amortization up to 40 years subject to average life of project being financed.

Local Program Borrowers Pledged Loan Revenues

- 7 cent, 5 cent, 4 cent, and Rebuild gas tax pledge and other available revenues.
- Borrowers only responsible for individual loan repayments.
- Borrowers have three years to spend loan proceeds for projects.

Program Costs

- ALDOT will upfront fund the rating fees, bond insurance fees, and trustee fees. There is an annual program 5 basis points administration fee.
- Borrowers pay ATIB legal and financial advisory fees.

2022 Borrowers

- Bullock County: \$5,080,000 bid on April 15, 2022
 - o Pledged County 7 cent gas tax & Rebuild AL gas tax.
 - o 2.88% fixed rate for 15 years.
- Jefferson County: \$66,335,000 bid on June 28, 2022
 - o Pledged County Bridge & Public Building Fund (Ad valorem tax).
 - o 3.93% fixed rate for 20 years.

Program Advantages for MPO

- Accelerate TIP projects.
- MPO members can apply to ATIB for interest cost savings for debt financed projects.
- MPO members can receive 80% debt service reimbursement over the life of the ATIB loan from MPO federal obligation authority.
- ATIB funding subject to federal obligation authority requirements i.e., environmental impact studies (EIS), etc., and reauthorization risk for federal obligation authority monies.