

# 2026 Plan of Finance – Resolution No. 194



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# The BATA Debt Portfolio

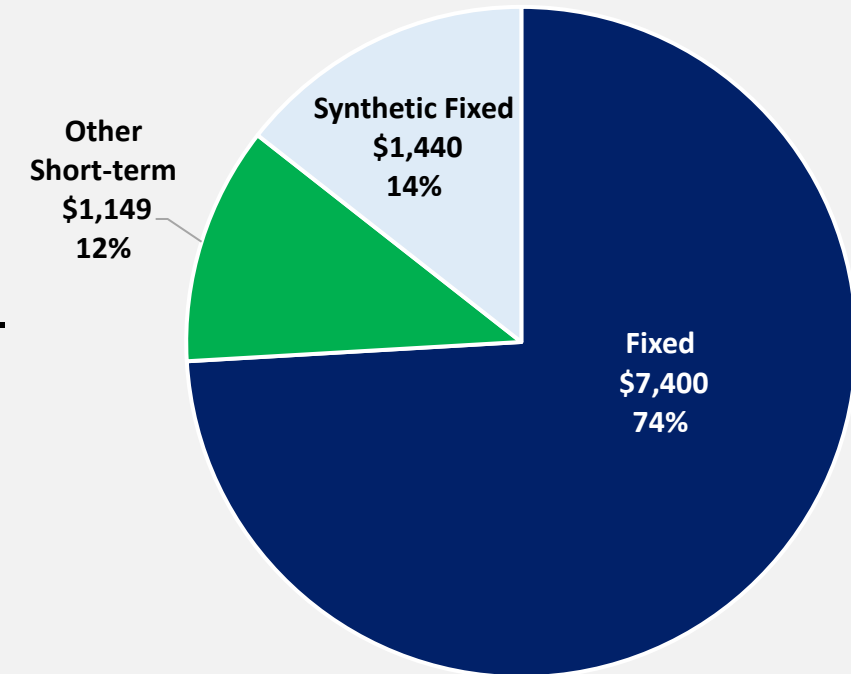
- An extremely strong credit, underpinned by excellent metrics, high income service area, limited competition, and prudent fiscal management
  - Among the highest rated toll entities in the country
  - AA level ratings from all three major rating agencies
- Diverse and flexible debt portfolio, including:
  - Fixed and variable rate
  - Taxable and tax-exempt
  - Senior and subordinate liens
- Debt portfolio requires ongoing maintenance to manage the portfolio and take advantage of market opportunities



# Composition of BATA Debt Portfolio

- A portion of the variable rate portfolio remains “unhedged”
  - Takes advantage of generally low variable rates
  - All of this has a “natural hedge” of short-term investments
- Required maintenance of short-term portfolio is staggered in timing to mitigate any impact of market access challenges

Fixed vs. Other Short-term  
Outstanding Debt by Par (\$ Millions)



Total: \$9,988



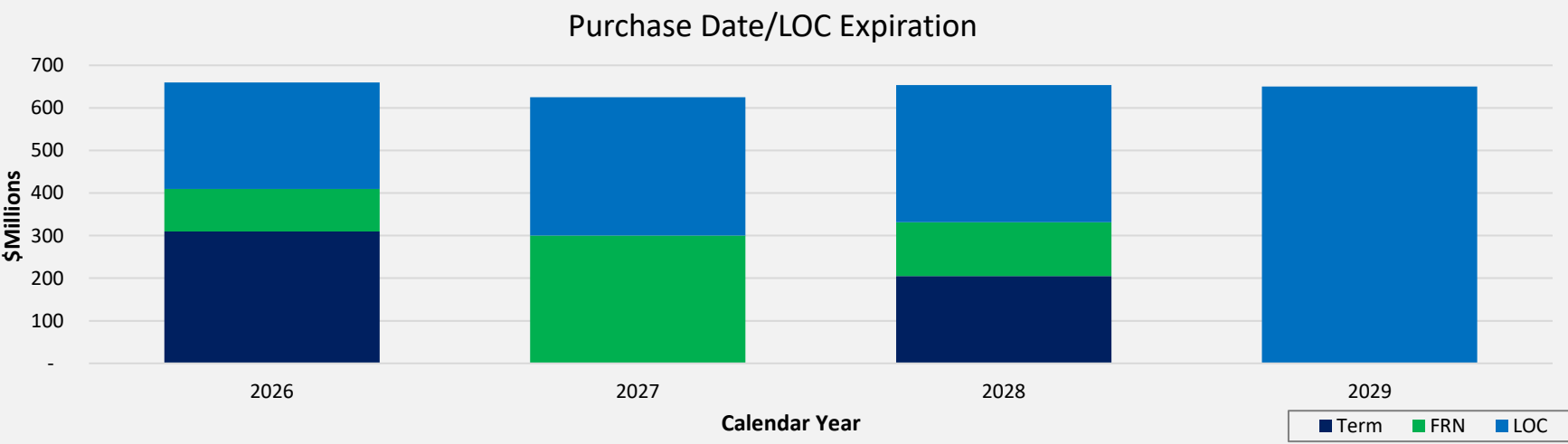
# 2026 Plan of Finance

1. Maintenance of existing short-term portfolio
  - Refunding of \$310 million of term rate bonds with new term rate bonds
  - Refunding of \$100 million of floating rate notes and \$250 million of Variable Rate Demand Bonds (VRDBs) with new LOC backed VRDBs
    - LOCs provided by Bank of America and Wells Fargo Bank were the most economic
  - Refunding of \$150 million of floating rate notes with self-liquidity VRDBs
2. New Money
  - Up to \$750 million in new money authorized
  - Approximately \$450 million of fixed rate Green Bonds – Climate Bond Certified for Regional Measure 3 (RM3) and \$300 million of term rate and/or fixed rate bonds for bridge rehabilitation
3. Potential refinancing of debt to achieve debt service savings, reduce risk or provide future flexibility

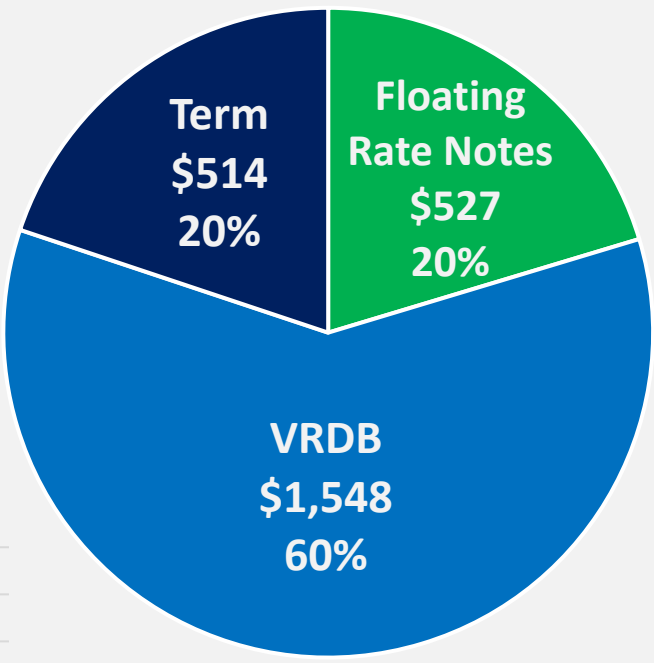


# Short-term Portfolio Maintenance

- \$310 million in term bonds with a purchase date of April 1, 2026 refunded with term bonds
- \$100 million in floating rate notes with a purchase date of April 1, 2026 and \$250 million in LOCs expiring October 2026 refunded with LOC backed VRDBs
- \$150 million with a purchase date of April 1, 2027 refunded with self-liquidity VRDBs



Short-term Debt by Type (\$ Millions)



Total: \$2,589



# Requested Authority Action

## Resolution No. 194 would approve:

- Refunding of \$410 million in bonds with purchase date of April 1, 2026
- Refunding of \$250 million in bonds with LOC expirations in 2026
- Refunding of \$150 million in bonds with purchase date of April 1, 2027
- The issuance of up to \$750 million in new money bonds
- Execution of approximately \$350 million of letters of credit
- Refunding of existing fixed rate bonds, provided at least 3% of net present value savings are generated or the refunding achieves other important business purposes (Pursuant to MTC's Debt Policy - Resolution 4265)
- The form of financing documents and additional documents
  - Draft Official Statement including Appendix A
  - Standby Bond Purchase Agreement
  - Acceptance of Good Faith Estimate

