



**Massachusetts Bay  
Transportation Authority**

---

## **MBTA Debt Update**

**FMCB Update**

**6/19/2017**



## Current Commonwealth and MBTA Ratings

S&P has lowered its ratings on the Commonwealth of Massachusetts. MBTA Sales Tax bonds were lowered as well, reflecting the reliance on transfers from the Commonwealth.

	<b>MASSACHUSETTS</b>		
	<b>CREDIT</b>	<b>MBTA CREDITS</b>	
	<b>GENERAL OBLIGATION</b>	<b>SALES TAX</b>	<b>LOCAL ASSESSMENTS</b>
<b>S&amp;P RATING</b>	AAA	AAA	AAA
	AA	AA	AA
	A	A	A
	BBB	BBB	BBB
	BB	BB	BB
<b>MOODY'S RATING</b>	Aaa	Aaa	Aaa
	Aa	Aa	Aa
	A	A	A
	Baa	Baa	Baa
	Ba	Ba	Ba

**KEY**

Investment Grade  
Non Investment Grade

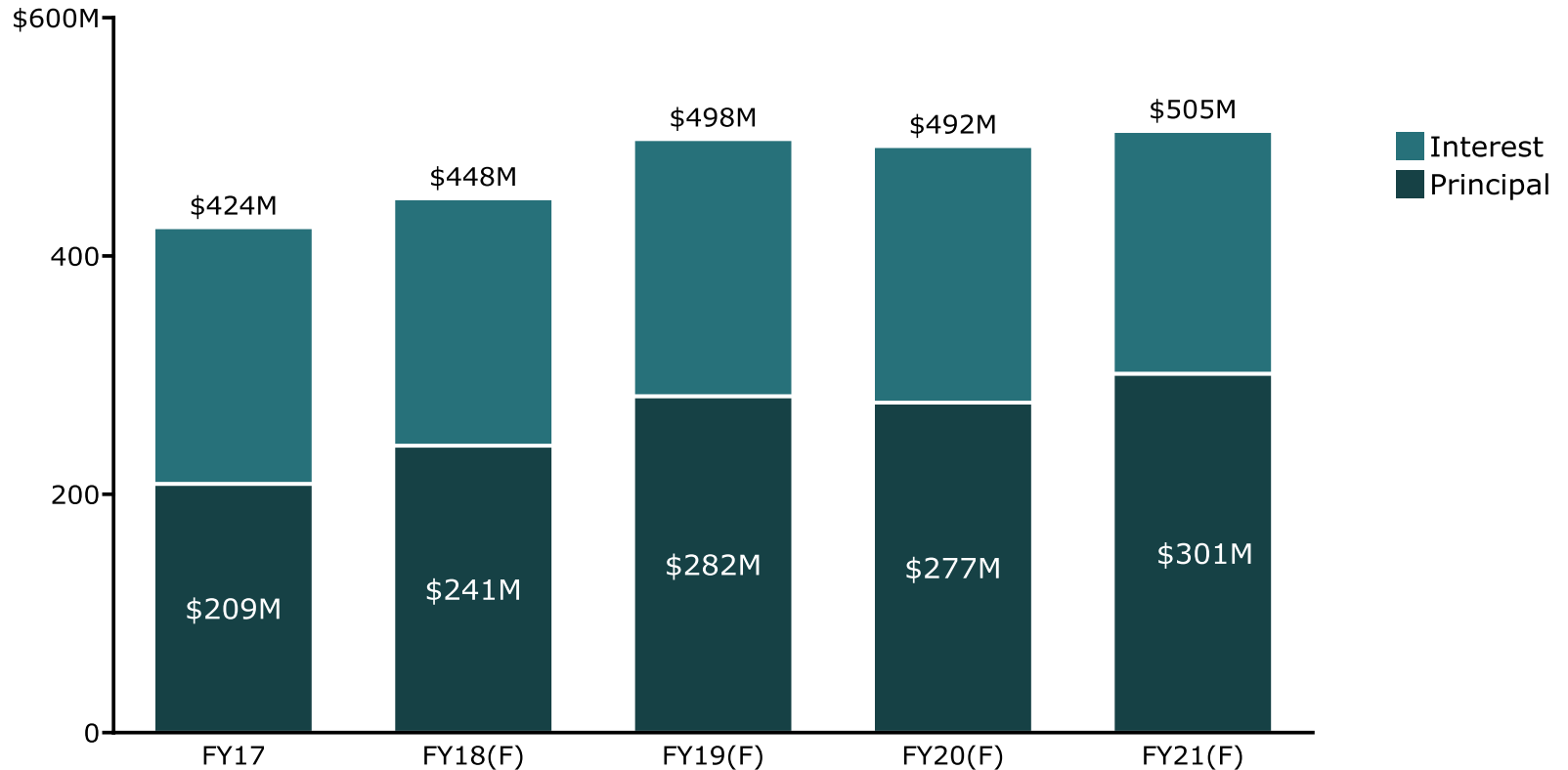
Source: S&P Global Ratings: Ratings Direct Analysis June 9, 2017

Draft for Discussion & Policy Purposes Only



# MBTA forecast to pay down \$1.1B debt principal in FY18-FY21

Debt Service (excluding lease expense)



Principal Reduction as a % of Debt Service

49.2%

53.7%

56.7%

56.3%

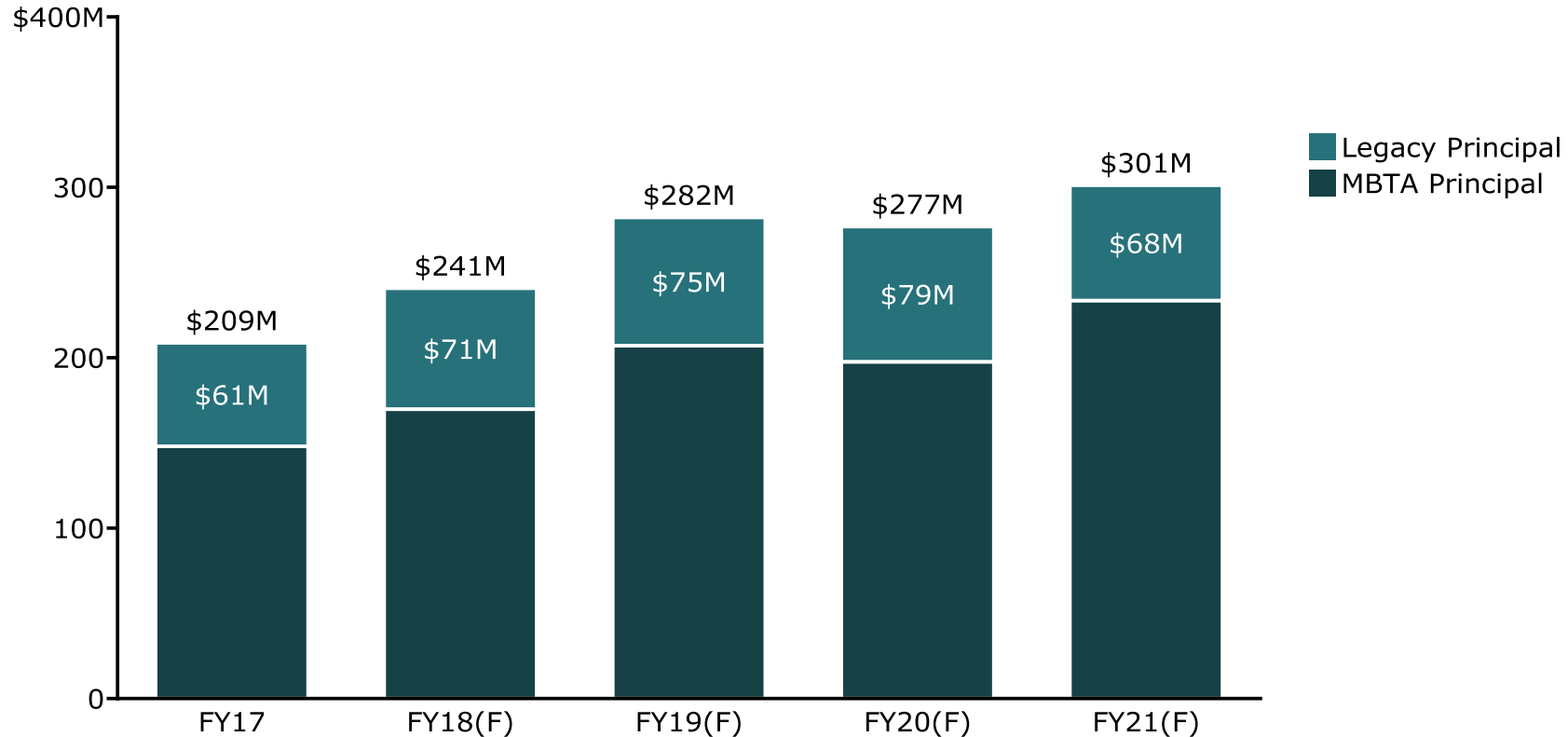
59.7%

Draft for Discussion & Policy Purposes Only



# MBTA forecast to pay down \$293M in legacy debt principal in FY18-FY21

Total Principal Payments



Legacy Principal Payment as a % of Total Principal Payment



## Total Legacy Debt Outstanding FY17-FY21

Total Legacy Debt Outstanding

