



ALAMEDA CORRIDOR TRANSPORTATION AUTHORITY

ONE CIVIC PLAZA, SUITE 350, CARSON, CALIFORNIA 90745 – TEL. (310) 233-7480 • FAX (310) 233-7483

November 23, 2009

ACTA Debt Service Update

In light of recent port container volume trends, Alameda Corridor Transportation Authority (“ACTA”) has taken steps to improve its financial position. ACTA’s Governing Board and Railroad Operating Committee recently approved the reallocation of \$10 million for the payment of debt service. Such amount had previously been budgeted for capacity expansion of the Badger Avenue Rail Bridge. Based on present port volumes, expanded bridge capacity is not expected to be necessary for several years.

With anticipated Use Fees and Container Charges, and by reprogramming \$10 million in capital construction funds, ACTA aims to meet its debt service obligations through October 2011 without the need to request that the Ports of Los Angeles and Long Beach make Shortfall Advances (as defined in the Use and Operating Agreement relating to the Alameda Corridor). Such Shortfall Advances (loans) can be required of the Ports, in an aggregate amount up to 40% of each debt service payment.

ACTA staff is also evaluating debt restructuring options that may include, but not be limited to, traditional bond financing techniques, and/or a federal loan. Restructuring ACTA’s debt has not yet been approved by ACTA’s Governing Board, which is expected to meet next in January 2010, and any such restructuring is subject to approval by ACTA, the Ports of Los Angeles and Long Beach, and the Cities of Los Angeles and Long Beach (the Ports’ respective owners). Although not necessarily the only objective, one key objective of any restructuring of ACTA’s debt would be to substantially reduce or eliminate the need for Port Shortfall Advance payments based on the recent economic downturn. However, no assurance can be given that any restructuring will occur or that any future results discussed in this Debt Service Update will be achieved.

For further information please contact Jim Preusch, CFO of ACTA, at 310 847-4314.

Disclaimers: Investors are advised to refer to the Official Statements for ACTA’s bonds (“Bonds”) for information concerning the initial issuance of and security for the Bonds. THE BONDS ARE SPECIAL, LIMITED OBLIGATIONS OF THE AUTHORITY AND ARE NOT OBLIGATIONS OF THE CITIES OR PORTS OF LONG BEACH OR LOS ANGELES. By providing the information herein, ACTA does not imply or represent that all information provided herein is material to investors’ decisions regarding investment in the Bonds; the completeness or accuracy of any financial, operational or other information not included herein or in the Official Statements or that no other information exists which may have a bearing on ACTA’s financial condition, the security for the Bonds or an investor’s decision to buy, sell or hold the Bonds.