

2017 Proposed Operating Budget

Presented to
RTA Board of Trustees
Finance Committee

November 1, 2016



2017 Operating Budget Schedule

- Finance Committee Meeting Nov. 1, 2016
- Finance Committee Meeting Dec. 6, 2016
- Public Hearing
- Public Hearing Dec. 20, 2016
- Board Meeting – Adoption

2016 General Fund Budget - Revenues

(in Millions)	2015 Actual	2016 Budget	2016 Estimate	Variance	%
Revenue					
Passenger Fares	48.4	51.5	44.3	(7.1)	-13.8%
Advertising & Concessions	1.4	1.4	1.5	0.0	2.1%
Sales & Use Tax	205.8	212.2	218.4	6.1	2.9%
Federal Operating Assistance - Various	4.6	0.0	0.0	0.0	0.0%
Trolley Assistance	0.0	0.6	0.6	0.0	0.0%
Investment Income	0.2	0.2	0.1	(0.1)	-65.0%
Other Revenue	1.3	1.1	1.6	0.5	49.1%
Reimbursed Expenditures	19.7	22.0	24.9	2.9	13.0%
Total Revenue	281.4	289.1	291.4	2.3	0.8%

2016 General Fund Budget - Expenditures

(in Millions)	2015 Actual	2016 Budget	2016 Estimate	Variance	%
Operating Expenditures					
Salaries and Overtime	138.4	141.7	136.6	(5.1)	-3.6%
Fringe Benefits	48.2	50.9	52.0	1.0	2.0%
Diesel Fuel	10.8	9.3	8.7	(0.6)	-6.0%
Natural Gas	1.1	1.7	1.2	(0.5)	-31.7%
Other Expenditures	53.1	64.1	53.7	(10.4)	-16.2%
Total Operating Expenditures	251.7	267.7	252.1	(15.5)	-5.8%
Transfer to the Insurance Fund	1.5	1.2	0.5	(0.7)	-58.3%
Transfer to the Pension Fund	0.1	0.1	0.1	0.0	0.0%
Transfers to Capital					
Bond Retirement Fund	22.6	23.0	21.9	(1.1)	-4.9%
Capital Improvement Fund	15.5	15.6	9.5	(6.1)	-39.2%
Total Transfers to Capital	38.1	38.6	31.4	(7.2)	-18.7%
Transfer to Rolling Stock Reserve Fund	0.0	0.7	2.4	1.7	229.3%
Total Expenditures	291.4	308.3	286.5	(21.8)	-7.1%
Available Ending Balance	\$17.1	\$6.7	\$22.0	\$15.3	229.3%

Personnel Expenditures

Personnel Exp. (Year)	Amount	%
2012	\$163.8M	5.7%
2013	\$169.1M	3.2%
*2014	\$181.3M	7.2%
2015	\$186.6M	2.9%
2016 Estimate	\$188.6M	1%
2017 Budget	\$196.5M	4.2%

*2014 Includes a 27th Pay for ATU Employees



Fuel Expenditures

	Diesel	CNG	Total
2012	\$12.6M	\$0.00	\$12.6M
2013	\$13.9M	\$0.00	\$13.9M
2014	\$14.3M	\$0.00	\$14.3M
2015	\$11.8M	\$0.00	\$11.8M
2016 Estimate	\$8.7M	\$1.2M	\$9.9M
2017 Estimate	\$7.7M	\$1.4M	\$9.1M



2017 General Fund Budget - Revenues

(in Millions)	2015 Actual	2016 Budget	2016 Estimate	2017 Budget	%
Revenue					
Passenger Fares	48.4	51.5	44.3	46.9	5.7%
Advertising & Concessions	1.4	1.4	1.5	1.6	7.0%
Sales & Use Tax	205.8	212.2	218.4	217.1	- 0.6%
Federal Operating Assistance - Various	4.6	0.0	0.0	0.0	0.0%
Trolley Assistance	0.0	0.6	0.6	0.6	0.0%
Investment Income	0.2	0.2	0.1	0.1	0.0%
Other Revenue	1.3	1.1	1.6	1.2	- 25.0%
Reimbursed Expenditures	19.7	22.0	24.9	22.1	- 11.2%
Total Revenue	281.4	289.1	291.4	289.5	-0.6%

2017 General Fund Budget - Expenditures

(in Millions)	2015 Actual	2016 Budget	2016 Estimate	2017 Budget	%
Operating Expenditures					
Salaries and Overtime	138.4	141.7	136.6	143.3	4.9%
Fringe Benefits	48.2	50.9	52.0	53.2	2.4%
Diesel Fuel	10.8	9.3	8.7	7.7	-11.2%
Natural Gas	1.1	1.7	1.2	2.2	92.7%
Other Expenditures	53.1	64.1	53.7	61.0	13.6%
Total Operating Expenditures	251.7	267.7	252.1	267.5	6.1%
Transfer to the Insurance Fund	1.5	1.2	0.5	2.4	380.0%
Transfer to the Pension Fund	0.1	0.1	0.1	0.07	-25.0%
Transfers to Capital					
Bond Retirement Fund	22.6	23.0	21.9	19.3	-11.9%
Capital Improvement Fund	15.5	15.6	9.5	13.3	40.2%
Total Transfers to Capital	38.1	38.6	31.4	32.6	3.9%
Transfer to Rolling Stock Reserve	0.0	0.7	2.4	0.4	- 82.5%
Total Expenditures	291.4	308.3	286.5	303.0	5.7%
Available Ending Balance	\$17.1	\$6.7	\$22.0	\$8.5	-63.1%

Areas of Expenditure Growth		2017 Budget	
2016 Projected Operating Expenses		\$252,148,521	
Compensation Issues		\$ 7,944,521	4.2%
ATU Contractual Increases	\$ 1,696,262		
Union Step Increases	\$ 982,505		
Health Care/Prescription Fringe Benefits	\$ 2,972,024		
Mechanics/Technicians/Maintenance	\$ 1,870,000		
O.T - Bus Bridges/Special Events	\$ 423,730		
Fuel / Utilities		\$ 987,304	5.4%
Diesel Fuel	\$ (976,658)		
Propulsion Power	\$ 692,837		
Natural Gas & CNG	\$ 374,805		
Other Utilities	\$ 896,320		
Service Opportunities		\$ 3,467,401	15.1%
Purchased Transportation	\$ 331,925		
Tires & Tubes	\$ 261,377		
Maintenance Contracts & Services	\$ 2,740,447		
Training	\$ 133,652		
Other		\$ 2,947,667	13.2%
Liabilities	\$ 1,513,464		
Miscellaneous	\$ 1,434,203		
Expenditure Growth		\$ 15,346,893	6.1%
2017 Budgeted Operating Expenditures		\$267,495,414	

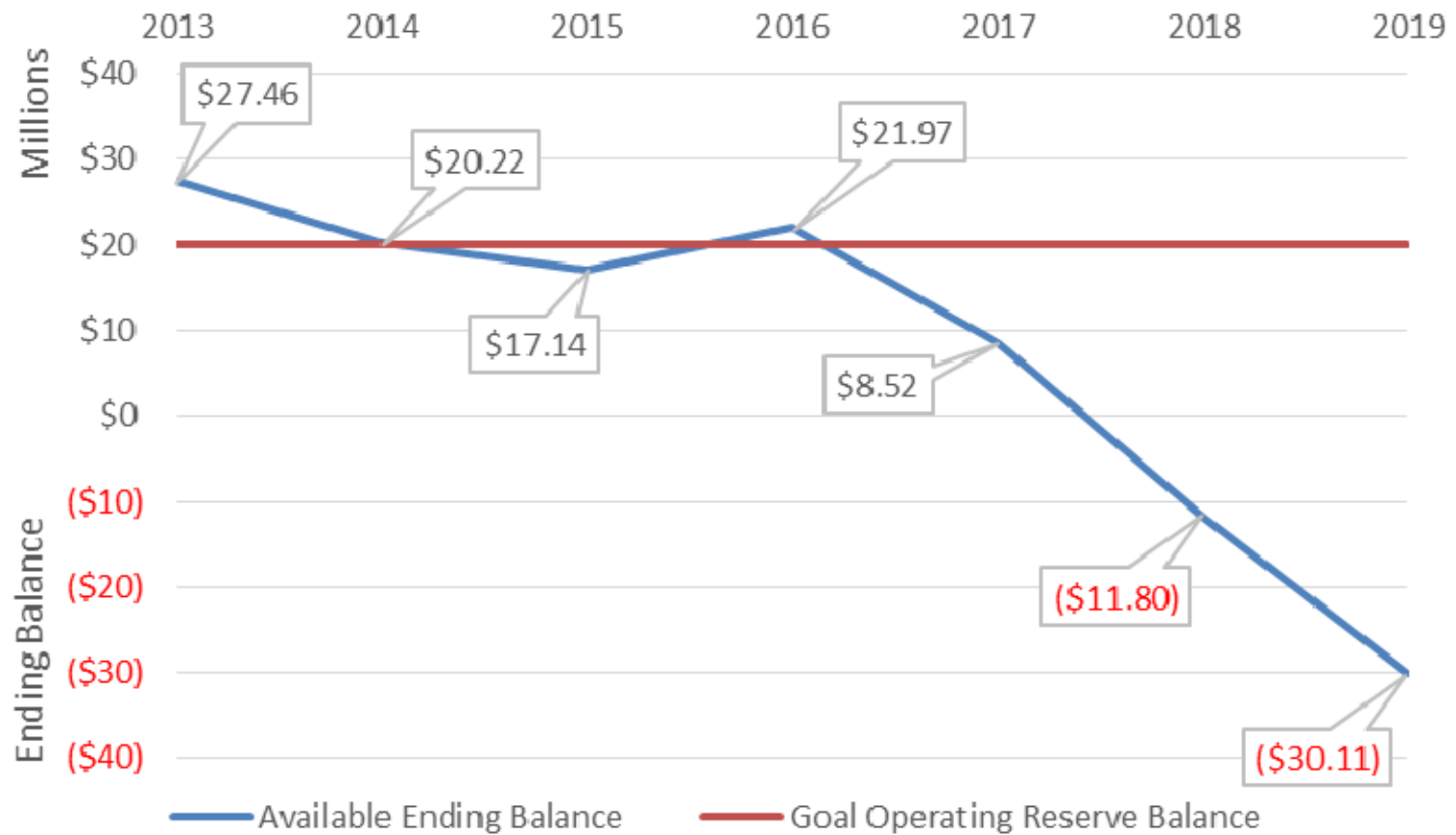


2017 - 2019 General Fund Budgets

(in Millions)	2017 Budget	2018 Plan	2019 Plan
Beginning Balance	22.0	\$8.5	\$(11.8)
Revenue			
Passenger Fares	46.9	48.5	50.6
Sales & Use Tax	217.1	209.5	214.7
Other Revenue	3.5	3.6	3.6
Reimbursed Expenditures	22.1	22.1	22.1
Total Revenue	\$289.5	283.7	291.0
Total Resources	\$311.5	\$291.8	\$278.7
Operating Expenditures			
Personnel Services	196.9	200.4	204.4
Diesel Fuel	7.7	6.5	7.0
Natural Gas	2.2	2.3	2.5
Other Expenditures	61.0	61.1	61.7
Total Operating Expenditures	267.9	269.1	274.4
Transfer to the Insurance Fund & Pension Fund	2.5	2.4	2.6
Transfers to Capital			
Bond Retirement Fund	19.3	19.0	18.1
Capital Improvement Fund	13.3	13.5	14.3
Total Transfers to Capital	32.6	32.5	32.4
Transfer to Rolling Stock Reserve Fund	0.4	0.0	0.0
Total Expenditures	303.4	304.0	309.3
Available Ending Balance	\$8.5	\$(11.8)	\$(30.1)



Annual General Fund Ending Balance



Comments / Questions

