



Fiscal Year 2018-19 Budget Workshop



OCTA

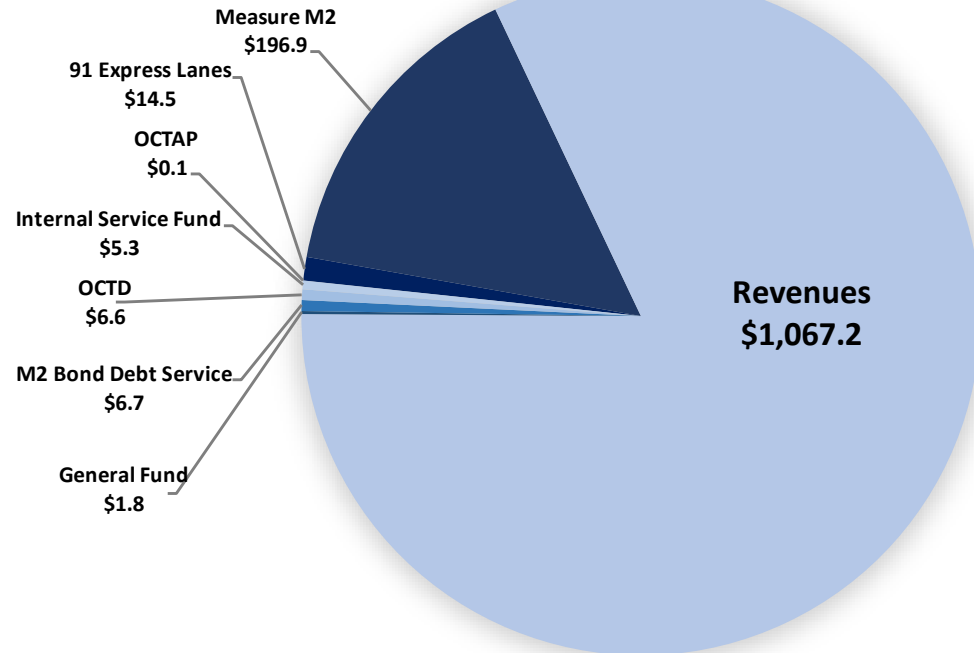
Budget Themes

- Budget delivers on Board initiatives and CEO goals
- Budget is balanced
- Implementation of Next 10 Plan
 - I-405 project moving forward with utilization of M2 and TIFIA funds
 - OC Streetcar project advancing in anticipation of federal funds
- Continuation of OC Bus 360°
 - OC Flex pilot launch and additional Bravo! service
 - No fare increase
 - SB 1 funds sustaining service levels
- OCTAP sunsets

Budget Overview

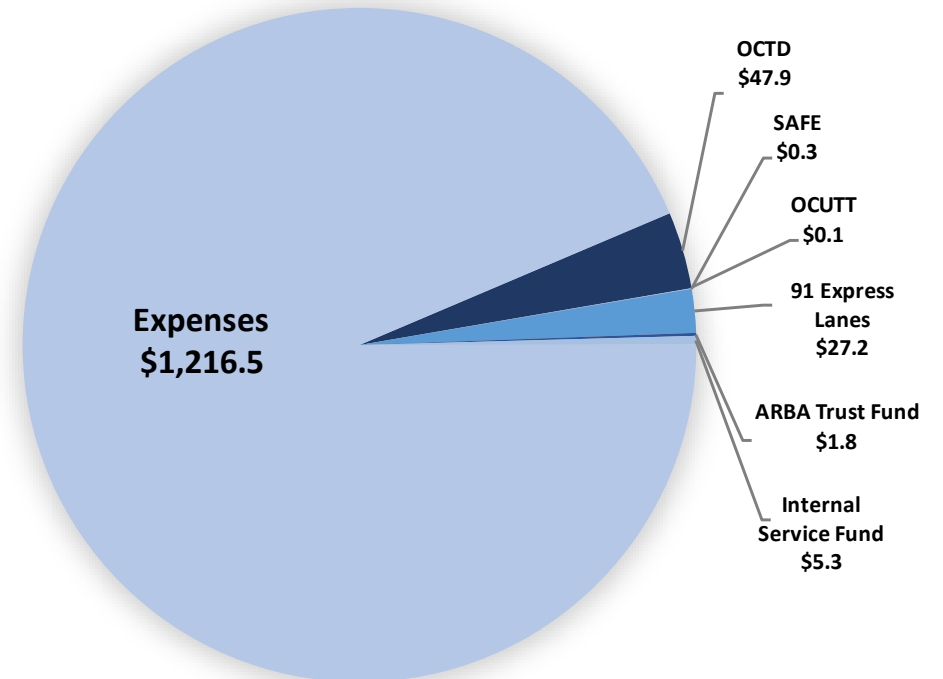
Source of Funds \$1,299.1 million

Use of Prior Year
Designations
\$231.9 million



Use of Funds \$1,299.1 million

Designations
\$82.6 million



Budget Sources & Uses

In Millions Sources	FY 2017-18 Approved Budget	FY 2018-19 Proposed Budget	Change \$	Change %
Revenues	\$ 1,057.2	\$ 1,067.2	\$ 10.0	0.9%
Use of Prior Year Designations	232.6	231.9	(0.7)	-0.3%
Total Revenue / Use of Designations	\$ 1,289.8	\$ 1,299.1	\$ 9.3	0.7%
Uses				
Salaries and Benefits	\$ 158.8	\$ 163.6	\$ 4.8	3.0%
LOSSAN Salaries and Benefits	1.4	2.4	1.0	71.4%
Services and Supplies	294.7	325.5	30.8	10.5%
Contributions to Other Agencies	185.9	189.1	3.2	1.7%
Interest/Debt Service	34.6	56.6	22.0	63.6%
Capital	471.7	479.3	7.6	1.6%
Designations	142.7	82.6	(60.1)	-42.1%
Total Expenditures / Designations	\$ 1,289.8	\$ 1,299.1	\$ 9.3	0.7%

Revenues

In Millions Sources	FY 2017-18 Approved Budget	FY 2018-19 Proposed Budget	Change \$	Change %
M2 Local Transportation Authority 1/2 Cent Sales Tax	\$317.4	\$332.2	\$14.8	4.7%
Federal Grants	338.1	306.2	(31.9)	-9.4%
Local Transportation Fund 1/4 Cent Sales Tax	162.2	170.9	8.7	5.4%
91 Express Lanes (Toll and Non-Toll)	46.7	57.7	11.0	23.6%
Passenger Fares	47.9	48.1	0.2	0.4%
State Grants	67.2	48.8	(18.4)	-27.4%
Interest	21.6	25.4	3.8	17.6%
Senate Bill 1 (Transit)	12.9	19.2	6.3	49.0%
State Transit Assistance	16.0	16.5	0.5	3.1%
Property Tax	15.2	16.1	0.9	5.9%
Other	8.0	13.8	5.8	72.5%
Senate Bill 1 (Streets, Roads, and Freeway Service Patrol)	-	8.3	8.3	100.0%
Advertising	4.0	4.0	-	0.0%
Subtotal Sources	\$ 1,057.2	\$ 1,067.2	\$ 10.0	0.9%
Use of Prior Year Designations	232.6	231.9	(0.7)	-0.3%
Total Revenues / Use of Designations	\$ 1,289.8	\$ 1,299.1	\$ 9.3	0.7%

Planned Use of Prior Year Designations

In Millions Fund	Program	FY 2017-18 Approved Budget	FY 2018-19 Proposed Budget
Local Transportation Authority Measure M2	<i>Freeways, Streets & Roads, Transit, and Rail</i>	\$ 163.4	\$ 165.0
Commuter Rail	<i>Rail</i>	31.4	31.9
91 Express Lanes	<i>Rail and Freeways</i>	20.4	14.5
Measure M2 Debt Service	<i>M2 Debt Service</i>	6.7	6.7
Orange County Transit District	<i>Transit</i>	4.3	6.6
Internal Service Fund - Public Liability and Property Damage	<i>PL & PD Claim Expense</i>	4.1	5.3
General Fund	<i>Freeways</i>	1.3	1.8
Orange County Taxi Administration Program	<i>Motorist Services</i>	0.2	0.1
Service Authority for Freeway Emergencies	<i>Motorist Services</i>	0.9	-
Total Use of Prior Year Designations		\$ 232.6	\$ 231.9

Expenditures

In Millions Uses	FY 2017-18 Approved Budget	FY 2018-19 Proposed Budget	Change \$	Change %
Salaries and Benefits	\$ 160.2	\$ 166.0	\$ 5.8	3.6%
OCTA Salaries and Benefits	158.8	163.6	4.8	3.0%
LOSSAN Salaries and Benefits	1.4	2.4	1.0	71.4%
Services and Supplies	\$ 294.7	\$ 325.5	\$ 30.8	10.5%
Professional and Outside Services	159.0	184.0	25.0	15.7%
Contract Transportation Services	97.1	100.8	3.7	3.8%
Maintenance Parts & Fuel	16.8	15.3	(1.5)	-8.9%
General & Administration	13.2	14.5	1.3	9.8%
Insurance Claims/Premiums	8.6	10.9	2.3	26.7%
Contributions to Other Agencies	\$ 185.9	\$ 189.1	\$ 3.2	1.7%
Contributions to Other Agencies	80.1	72.4	(7.7)	-9.6%
Measure M2 Local Fair Share	53.8	55.6	1.8	3.3%
Measure M2 Regional Capacity	52.0	61.1	9.1	17.5%
Interest / Debt Service	\$ 34.6	\$ 56.6	\$ 22.0	63.6%
Long-Term Debt Principal Payments	7.8	11.3	3.5	44.9%
Interest Expense	26.8	45.3	18.5	69.0%
Capital	\$ 471.7	\$ 479.3	\$ 7.6	1.6%
Subtotal Uses	\$ 1,147.1	\$ 1,216.5	\$ 69.4	6.1%
Designations	142.7	82.6	(60.1)	-42.1%
Total Expenditures / Designations	\$ 1,289.8	\$ 1,299.1	\$ 9.3	0.7%

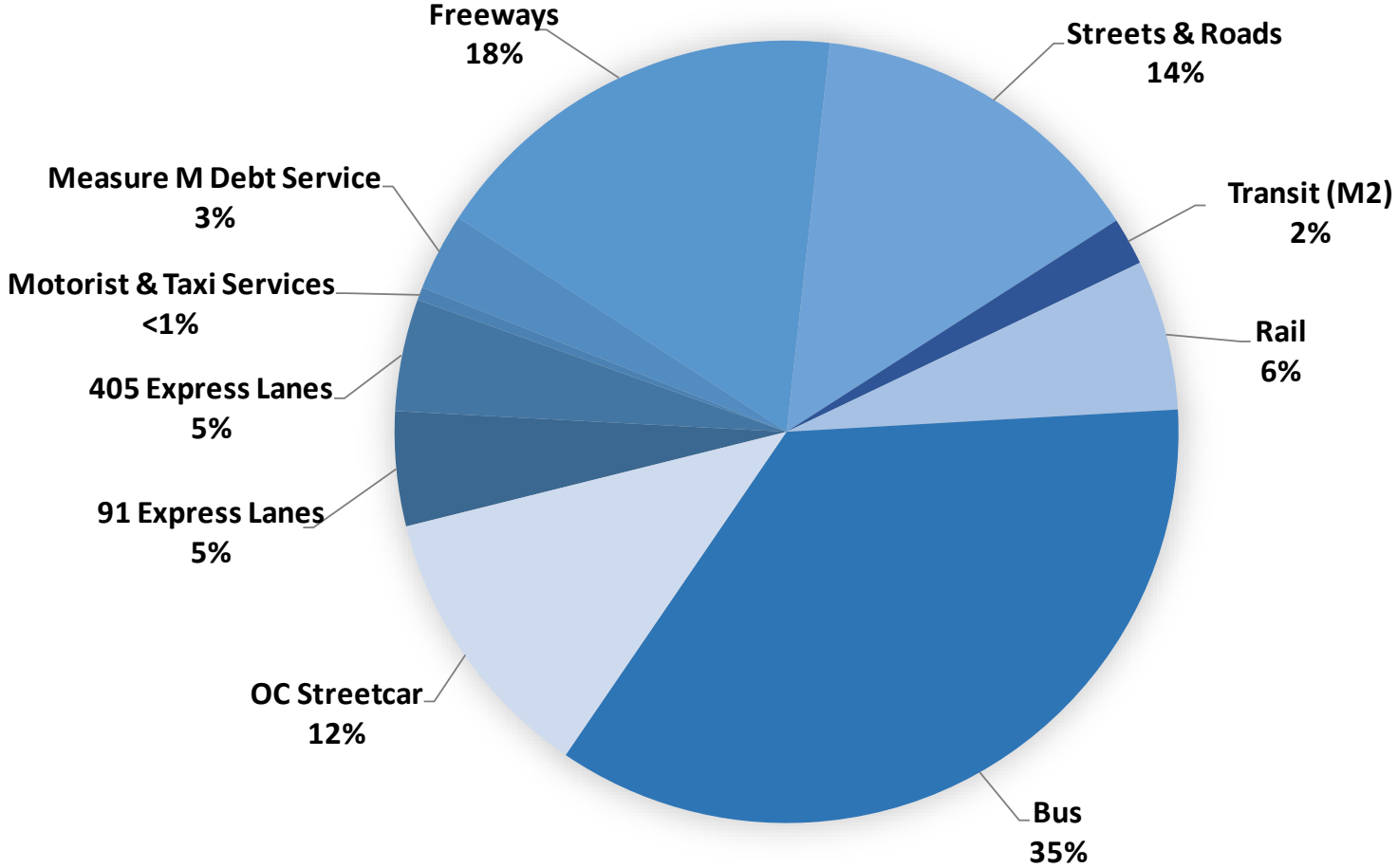
Key Expenditures by Fund

Measure M2	I-405, San Diego Freeway from I-605 to SR-55 (Project K)	\$ 127,835,200	ROW support & capital, utilities, PMC services and support
	I-5, Santa Ana Freeway (Project C)	\$ 67,577,642	ROW capital, construction, construction management services
	Regional Capacity Program (Project O)	\$ 61,438,750	Competitive funding for local agency streets and roads projects
	Local Fair Share (Project Q)	\$ 55,774,482	18% of M2 net revenues to local agencies for streets and roads
	Regional Traffic Signal Synchronization (Project P)	\$ 28,216,530	Signal synchronization projects to be implemented along OC Corridors
	Clean-up Highway/Street Runoff (Project X)	\$ 13,887,100	Payments for M2 environmental cleanup program projects
	OC Bridges (Project O)	\$ 11,275,000	Grade separation agreements and ROW acquisition
	Community Based Transit Circulator (Project V)	\$ 8,353,328	M2 Project V payments and community transit circulators
	Senior Mobility and Non-Emergency Medical Programs (Project U)	\$ 6,451,929	Senior Non-Emergency Medical Transportation and SMP for local agencies
	Rail Capital Projects (Project R)	\$ 5,371,000	M2 rail construction, project management support, ROW and design services
	Freeway Environmental Mitigation	\$ 4,863,150	M2 mitigation program endowment, property acquisition and restoration projects
	Orange Freeway (SR-57) Improvements (Project G)	\$ 3,852,000	Landscape construction
	LTA - CDTFA	\$ 3,614,112	SBOE fees for the collection and distribution of the M2 local sales tax
	Costa Mesa Freeway (SR-55) Improvements (Project F)	\$ 3,012,000	Design services, PAED and public outreach
I-5, SR-55 to SR-57 (Project A)	\$ 2,285,500	Construction management and design services	
405 Express Lanes	405 Express Lanes	\$ 71,914,440	ROW capital & utilities, TIFIA loan interest and project management support
OC Streetcar	OC Streetcar	\$ 182,759,309	OC Streetcar construction, ROW acquisition and utility relocation
91 Express Lanes	91 Express Lanes Operating Expense	\$ 23,534,029	Contract to operate toll road and administration of the 91 Express Lanes
	91 Express Lanes Capital Expense	\$ 7,570,000	Customer Service Center improvements and transponders
Measure M2 Debt	Taxable/Tax-Exempt Bonds	\$ 44,364,570	Interest and principal payment for Measure M2 bonds
Commuter Rail	Placentia Metrolink Rail Station	\$ 25,947,500	Construction, construction management and design services
	Laguna Niguel to San Juan Capistrano Passing Siding	\$ 24,533,000	Construction, construction management services and SCRRA COOP construction support
	SCRRA Budget	\$ 23,628,239	Metrolink operating subsidy
	Orange Transportation Center Parking Expansion	\$ 7,573,000	Construction and construction management services
	Rail Station Improvements	\$ 6,579,500	Rail station construction, construction management and ROW services
	OCTA Rail Support Services	\$ 3,860,422	Rail ROW maintenance services and outreach
	Slope Stabilization	\$ 2,615,000	Construction, construction management services and SCRRA cooperative agreement
Rail Transit Police Services	\$ 2,222,500	Orange County Sheriff's contract for railroad transit police services	

Key Expenditures by Fund (Continued)

OCTD	Paratransit Services	\$ 45,837,374	ADA ACCESS service and ADA supplemental taxi services
	Contracted Fixed Route Services	\$ 38,313,669	Contracted fixed route variable and fixed costs
	Fuels	\$ 9,427,820	CNG, gasoline and CNG electricity costs
	Bus Base and Transit Center Projects	\$ 8,605,645	Building updates at bus bases and transit centers
	Transit Security Sheriff Services	\$ 6,173,784	Orange County sheriffs transit police services
	Contracted Special Agency Services	\$ 5,063,081	OCTA subsidy of transportation services provided by agencies for senior and disabled passengers
	New Freedoms & Job Access and Reverse Commute Programs	\$ 3,404,627	Transportation services for persons of low income, seniors, and persons with disabilities
	Maintenance Parts	\$ 3,223,067	Maintenance parts for buses
	Vanpool Program	\$ 2,893,292	OCTA Vanpool program subsidy and outreach for vanpools
	Transit Technology and Communications	\$ 2,436,816	Administration of the OBVSS and Integrated transportation management system services
	CNG Equipment Operations & Maintenance	\$ 2,268,389	Operations and maintenance of CNG equipment at all bases
	LTF - CDTFA	\$ 2,192,762	SBOE fees for the collection and distribution of the local sales tax
	Utilities	\$ 2,188,966	Gas, electric, water, waste management for all locations
	Tires	\$ 2,142,588	Tire replacement and leasing for OCTA owned fleet
	Transit Security & Operations Center	\$ 1,701,074	Transit security & operations center design
	OCTA Vocational Visions Transportation Program	\$ 1,396,220	Program to provide persons with disabilities access to employment programs
	LTF Article 3 - SCAG	\$ 1,265,055	LTF Article 3 - SCAG
	OC Flex Pilot Service	\$ 1,224,094	Pilot program for on-demand services
	Janitorial Services	\$ 1,148,972	Janitorial services for all operated facilities
	LTF Article 4 - Laguna Beach Transit	\$ 1,142,777	LTF Article 4 - Laguna Beach Transit
Customer Information Center	\$ 1,060,880	Operation of a call center to provide information on OCTA's bus program	
General Fund	Technical Infrastructure and Business Systems Support	\$ 11,962,658	Software and hardware acquisition, maintenance and licensing
	Office Space Leases	\$ 3,414,642	Lease agreement with PMRG for the Orange building locations
	Transportation Planning and Studies	\$ 2,220,000	Transit corridor and intercounty studies
	Local Agency Projects and Pedestrian Facilities	\$ 1,667,481	Externally funded OCTA awards to local agencies
	Legal Fees	\$ 1,200,000	General counsel services
	iShuttle	\$ 1,182,404	Contribution to the Irvine iShuttle as part of the repayment of Proposition 116 funds
	Motorist Services		
Motorist Services	\$ 7,157,382	FSP tow service, CHP, 511 program, call box maintenance and OCTAP	
ARBA			
ARBA Payments	\$ 1,044,478	ARBA benefit payment	
Internal Service Funds	Workers' Compensation	\$ 6,764,878	Claims expense and liability insurance related to workers' compensation
	PL & PD Legal, Insurance and Claims Expense	\$ 5,149,688	Legal fees, liability & property insurance and broker services
		\$ 1,015,783,794	These items represent 84% of the Proposed Budget Expenditures

Total Budget by Program



Freeway Summary

In Millions	FY 2018-19 Proposed Budget
Freeways	
I-405, San Diego Freeway from I-605 to SR-55 (Project K)	\$ 127.8
I-405 Express Lanes	73.9
I-5, Santa Ana Freeway (Project C)	67.6
Freeway Environmental Mitigation	4.9
Orange Freeway (SR-57) Improvements (Project G)	3.9
Costa Mesa Freeway (SR-55) Improvements (Project F)	3.0
I-5, SR-55 to SR-57 (Project A)	2.3
SR-91, Riverside Freeway Improvements from SR-57 to SR-55 (Project I)	0.6
I-5, I-405 to SR-55 (Project B)	0.6
SR-22 Design Build (Measure M1)	0.4
I-405, San Diego Freeway from SR-55 to I-5 (Project L)	0.3
SR-91, Riverside Freeway Improvements from I-5 to SR-57 (Project H)	0.3
San Gabriel (I-605) Freeway Improvements (Project M)	0.1
SR-73/I-405 (Connector B) (Measure M1)	0.1
I-5, Santa Ana Freeway Interchange Improvements (Project D)	0.1
Total	\$ 285.9

Streets & Roads Summary

In Millions	FY 2018-19 Proposed Budget
Streets & Roads	
Regional Capacity Program (Project O)	\$ 61.4
Local Fair Share (Project Q)	55.8
Regional Traffic Signal Synchronization (Project P)	28.2
Clean-up Highway/Street Runoff (Project X)	13.9
O.C. Bridges (Project O)	11.3
Bristol Street Widening Project	0.1
Total	\$ 170.7

Rail Program Summary

- Revenue
 - Operating
 - M2 High Frequency Metrolink Service (Project R)
 - FTA Section 5307
 - Capital
 - FTA Section 5337
- Expenditures
 - Sustain current service levels
 - Orange County Transportation Authority operating subsidy of \$29.4 million
 - Metrolink will directly draw down \$6.0 million in OCTA's FTA 5307 funds
 - Net budgeted operating subsidy of \$23.4 million
- Major capital projects
 - Placentia Metrolink Station
 - Laguna Niguel to San Juan Capistrano Passing Siding
 - Orange Transportation Center

Rail Summary

In Millions	FY 2017-18	FY 2018-19	Change	Change
Sources	Approved Budget	Proposed Budget	\$	%
State Assistance	\$ 15.3	\$ 10.8	\$ (4.5)	-29.5%
Federal Assistance	29.7	21.4	(8.3)	-28.0%
Reimbursement from Other Agencies	3.5	5.3	1.8	51.0%
Interest Income	2.1	1.8	(0.3)	-16.2%
Other Non-Operating Revenue	0.8	1.2	0.4	51.7%
Proceeds Sale of Capital Asset	3.0	3.5	0.5	16.7%
Transfers In	23.5	25.2	1.7	7.4%
Use of Prior Year Designations	31.4	31.9	0.5	1.7%
Total Revenue / Use of Designations	\$ 109.2	\$ 100.9	\$ (8.3)	-7.6%
Uses				
Rail Capital Projects	\$ 76.8	\$ 67.2	\$ (9.6)	-12.5%
SCRRA Budget	22.2	23.4	1.2	5.2%
Rail Operating Expenses	7.1	6.3	(0.8)	-11.0%
Overhead Allocation	3.1	2.8	(0.3)	-9.5%
Transfers Out	-	1.2	1.2	0.0%
Designations	-	-	-	0.0%
Total Expenditures / Designations	\$ 109.2	\$ 100.9	\$ (8.3)	-7.6%

Rail Capital Summary

In Millions	FY 2018-19 Proposed Budget	
Rail Capital Projects		
Placentia Metrolink Rail Station	\$	25.9
Laguna Niguel to San Juan Capistrano Passing Siding		24.5
Orange Transportation Center Parking Expansion		7.6
Rail Station Improvements		6.6
Slope Stabilization		2.6
Total	\$	67.2

OC Streetcar Summary

In Millions	FY 2017-18	FY 2018-19	Change
Sources	Approved Budget	Proposed Budget	\$
Federal Capital Assistance	\$ 194.1	\$ 139.3	\$ (54.8)
Reimbursement from Other Agencies	-	2.7	2.7
Transfers In	45.8	42.7	(3.1)
Use of Prior Year Designations	-	-	-
Total Revenue / Use of Designations	\$ 239.9	\$ 184.7	\$ (55.2)
Uses			
Overhead Allocation	\$ 6.3	\$ 2.1	\$ (4.2)
Professional Services	7.2	8.1	0.9
Contributions to Other Agencies	1.5	1.1	(0.4)
Capital	224.9	173.4	(51.5)
Designations	-	-	-
Total Expenditures / Designations	\$ 239.9	\$ 184.7	\$ (55.2)

405 Express Lanes Summary

In Millions	FY 2017-18	FY 2018-19	Change
Sources	Approved Budget	Proposed Budget	\$
State Assistance	\$ 4.1	\$ -	\$ (4.1)
Federal Capital Assistance - TIFIA	9.3	73.9	64.6
Reimbursement from Other Agencies	4.7	-	(4.7)
Use of Prior Year Designations	-	-	-
Total Revenue / Use of Designations	\$ 18.2	\$ 73.9	\$ 55.8
Uses			
Overhead Allocation	\$ 0.5	\$ 2.0	\$ 1.5
Professional Services	4.9	10.6	5.7
Interest Expense	0.5	7.2	6.7
Capital	12.3	54.1	41.8
Designations	-	-	-
Total Expenditures / Designations	\$ 18.2	\$ 73.9	\$ 55.7

91 Express Lanes Summary

In Millions	FY 2017-18	FY 2018-19	Change
Sources	Approved Budget	Proposed Budget	\$
Toll Revenue	\$ 40.1	\$ 50.9	\$ 10.8
Non-Toll Revenue	6.6	6.8	0.2
Reimbursement from Other Agencies	0.9	1.1	0.2
Interest Income	0.9	2.2	1.3
Use of Prior Year Designations	20.4	14.5	(5.9)
Total Revenue / Use of Designations	\$ 68.9	\$ 75.5	\$ 6.6

Uses

Tollroad Management Contract	\$ 7.2	\$ 7.6	\$ 0.4
Overhead Allocation	2.8	2.8	(0.0)
Pavement Rehabilitation and Other Technical Support	7.2	9.4	2.2
Insurance Claims/Premiums	0.8	0.8	-
Leases & Other Office Expenses	0.7	0.8	0.1
Interest Expense	5.3	5.0	(0.3)
Operating Transfers Out	14.3	14.5	0.2
Capital Designations	11.5	7.6	(3.9)
Total Expenditures / Designations	\$ 68.9	\$ 75.5	\$ 6.6

Motorist Services Program Summary

- Service Authority for Freeway Emergency
 - Revenue
 - Department of Motor Vehicles fees consistent with prior year at \$3 million
 - Freeway Service Patrol revenues consistent with prior year at \$2.5 million
 - SB1 revenue in the amount of \$1.5 million
 - Expenditures
 - Freeway Service Patrol
 - Approximately 84 thousand scheduled service hours
 - SB 1 service expansion set to begin in FY 2018-19
 - Call box and 511 Programs
- Orange County Taxi Administration Program
 - Revenue
 - Permit fees increased by 4 percent
 - External contributions necessary to balance the budget
 - Program ending January 1, 2019
 - Expenditures
 - Expenses outpacing revenues
 - Cities to contribute towards final six months of expenditures to backfill revenue shortfall

Orange County Taxi Administration Program

In Thousands	FY 2017-18	FY 2018-19	Change	
Sources	Approved Budget	Proposed Budget	\$	%
License Fees	\$ 368.2	\$ 40.3	\$ (327.9)	-89.0%
Interest Income	3.6	5.5	1.9	53.5%
Other Non-Operating Revenue	149.9	148.9	(1.0)	-0.6%
Use of Prior Year Designations	168.7	87.5	(81.2)	-48.1%
Total Revenue / Use of Designations	\$ 690.4	\$ 282.2	\$ (408.2)	-59.1%
Uses				
Salaries and Benefits	\$ 405.9	\$ 144.5	\$ (261.4)	-64.4%
Overhead Allocation	251.3	125.7	(125.6)	-50.0%
Legal, Background Checks & Office Expenses	33.2	12.1	(21.1)	-63.5%
Designations	-	-	-	0.0%
Total Expenditures / Designations	\$ 690.4	\$ 282.2	\$ (408.2)	-59.1%

Bus Program Assumptions

- OC Bus 360° Plan is ongoing
 - Community Based Transit Circulator (Project V)
 - OCFlex Pilot service anticipated to begin
 - Bravo! 529 service anticipated to begin
- No fare increase in FY 2018-19
- Fixed-route ridership at 38.2 million for FY 2018-19
- Paratransit trips estimated to increase by approximately 2.8 percent

Bus Service Levels

- Fixed-route service levels

- Base revenue hours

- FY 2017-18 budget – 1,603,817
 - FY 2018-19 budget – 1,602,272

- New services

- Bravo! 529 service revenue hours

- FY 2018-19 budget – 8,133 consumed

- OCFlex Pilot service revenue hours

- FY 2018-19 budget – 22,992

- ACCESS service

- Primary service revenue hours

- FY 2017-18 budget – 527,451
 - FY 2017-18 estimate – 522,888
 - FY 2018-19 budget – 532,070

- Supplemental service trips

- FY 2017-18 budget – 333,295
 - FY 2017-18 estimate – 307,917
 - FY 2018-19 budget – 314,975

- Same day taxi trips

- FY 2017-18 budget – 147,697
 - FY 2017-18 estimate – 161,779
 - FY 2018-19 budget – 202,257

Cost Summary

FY 2018-19 Proposed Budget

	Performance Indicators	Directly Operated Fixed Route	Contracted Fixed Route	ACCESS	ADA Taxi Service	Same Day Taxi Service	Special Agency Services	System Total
Service Provided	Vehicle Hours (VH)	1,072,468	698,439	628,792				2,399,699
	Vehicle Miles (VM)	13,561,433	9,630,284	9,375,100				32,566,817
	Revenue Hours (RVH)	975,365	649,899	532,070				2,157,334
	Revenue Miles (RVM)	11,357,631	7,736,025	7,764,951				26,858,607
Passenger Usage	Boardings	25,825,519	12,461,381	965,492	314,975	202,257	281,800	40,051,424
	Boardings per VH	24.08	17.65	1.54				16.69
	Boardings per VM	1.90	1.28	0.10				1.23
	Boardings per RVH	26.48	19.66	1.81				18.57
	Boardings per RVM	2.27	1.59	0.12				1.49
Operating Costs	Costs	\$140,256,097	\$70,089,917	\$51,409,519	\$16,668,538	\$2,533,167	\$7,371,181	\$288,328,419
	Cost per VH	\$130.78	\$100.35	\$81.76				\$120.15
	Cost per VM	\$10.34	\$7.28	\$5.48				\$8.85
	Cost per RVH	\$143.80	\$111.80	\$96.62				\$133.65
	Cost per RVM	\$12.35	\$9.06	\$6.62				\$10.74
	Cost per Boarding	\$5.43	\$5.69	\$53.25	\$52.92	\$12.52	\$26.16	\$7.20
Fare Revenues	Revenue	\$28,125,022	\$13,219,492	\$5,457,520	\$1,219,906			\$48,021,939
	Revenue per VH	\$26.22	\$18.73	\$9.87				\$20.01
	Revenue per VM	\$2.07	\$1.36	\$0.66				\$1.47
	Revenue per RVH	\$28.84	\$20.87	\$11.67				\$22.26
	Revenue per RVM	\$2.48	\$1.69	\$0.80				\$1.79
	Revenue per Boarding	\$1.09	\$1.06	\$6.43				\$1.20
Farebox Recovery Ratio		20.05%	18.67%	10.62%				16.66%
Farebox Recovery Ratio (Per Senate Bill 508: Revisions to the Transportation Development Act)								23.62%
<p>* All paratransit boardings are reported in terms of trips. ** OC Flex service included under Contracted Fixed Route. This includes 23k RVH and 135k expected boardings.</p>								

OCTD Sources & Uses

In Millions	FY 2017-18	FY 2018-19	Change	Change
Sources	Approved	Proposed	\$	%
	Budget	Budget		
LTF	\$ 154.4	\$ 162.4	\$ 8.0	5.2%
Federal Operating Assistance Grants	56.1	53.7	(2.4)	-4.3%
Passenger Fares	47.9	48.0	0.1	0.3%
Senate Bill 1	12.9	19.1	6.2	48.2%
STAF	16.0	16.5	0.5	3.1%
Property Taxes	15.2	16.1	0.9	5.9%
Grant Revenue (One Time Swap)	14.5	-	(14.5)	-100.0%
Other Non-Operating Revenue	6.1	11.4	5.3	86.4%
Interest Income	4.9	5.9	1.0	19.5%
Federal Capital Assistance Grants	4.6	5.6	1.0	21.6%
State Assistance	0.2	4.8	4.6	1916.7%
Reimbursements from Other Agencies	3.4	3.1	(0.3)	-8.4%
Vanpool Revenue	2.8	2.9	0.1	2.6%
Measure M2	6.0	2.9	(3.1)	-52.2%
Commuter Rail	-	1.2	1.2	0.0%
Use of Prior Year Designations	4.3	6.6	2.3	52.9%
Total Revenue / Use of Designations	\$ 349.4	\$ 360.1	\$ 10.7	3.1%

Uses

Salary and Benefits	\$ 110.3	\$ 113.2	\$ 2.9	2.6%
Operating Services & Supplies	133.2	136.6	3.4	2.6%
Overhead Allocation	30.8	39.2	8.4	27.4%
Bus Capital Projects	8.6	14.3	5.7	66.2%
Special Programs	4.0	6.3	2.3	55.9%
Rail, M2 Transit and Streets & Roads Programs	3.1	2.6	(0.5)	-14.8%
Designations	59.4	47.9	(11.5)	-19.3%
Total Expenditures / Designations	\$ 349.4	\$ 360.1	\$ 10.7	3.1%

Staffing Levels

OCTA Staffing	FY 2017-18 FTE	FY 2018-19 FTE	FY 2018-19 New Hires*	FY 2018-19 Reductions	Difference
Administrative	486.5	493.0	8.0	(1.5)	6.5
Union	851.0	847.0	-	(4.0)	(4.0)
Coach Operators	643.0	639.0	-	(4.0)	(4.0)
Maintenance	171.0	171.0	-	-	-
Facility Technicians and Parts Clerks	37.0	37.0	-	-	-
OCTA Positions	1,337.5	1,340.0	8.0	(5.5)	2.5
LOSSAN	9.0	13.0	4.0	-	4.0
Total Authority Positions	1,346.5	1,353.0	12.0	(5.5)	6.5

*Establishing proper structure for Express Lanes Program

Employee Compensation Assumptions

- Employees Subject to Collective Bargaining Agreement
 - Coach operators
 - Collective bargaining agreement expired April 30, 2017
 - Maintenance
 - Collective bargaining agreement effective through September 30, 2019
 - Facilities technicians and parts clerks
 - Collective bargaining agreement effective through May 31, 2020
- Administrative Employees
 - Continue pay-for-performance program
 - Employees governed by the Personnel and Salary Resolution, which is approved annually as part of the budget

Personnel and Salary Resolution

- Incorporates legal recommendations
- Minor clarifications
- Adjust the maximum of the salary grade range by 2%
 - Minimum and mid salary grade ranges adjusted accordingly
 - No automatic increases for any employees
- Recommendation to add salary grade W
 - Created to address market issues with the Program Manager position in the Capital Programs Division
 - Adjusted salary grade W to maintain appropriate differential between salary grades U and W

Pay for Performance

- Recommendation of 4% for merit pool
 - Base building
- Recommendation of 3% for special performance award pool
 - Non-base building

Next Steps

- Committee meetings and One-on-One meetings with Board Members May 14-June 8
- Public Hearing Preview – F&A Committee May 23
- Public Hearing – Board (public hearing and approval) June 11
- Back-up Public Hearing – Board (public hearing and approval) June 25