



Orange County Transportation  
Authority  
Fiscal Year 2023-24  
Budget Workshop



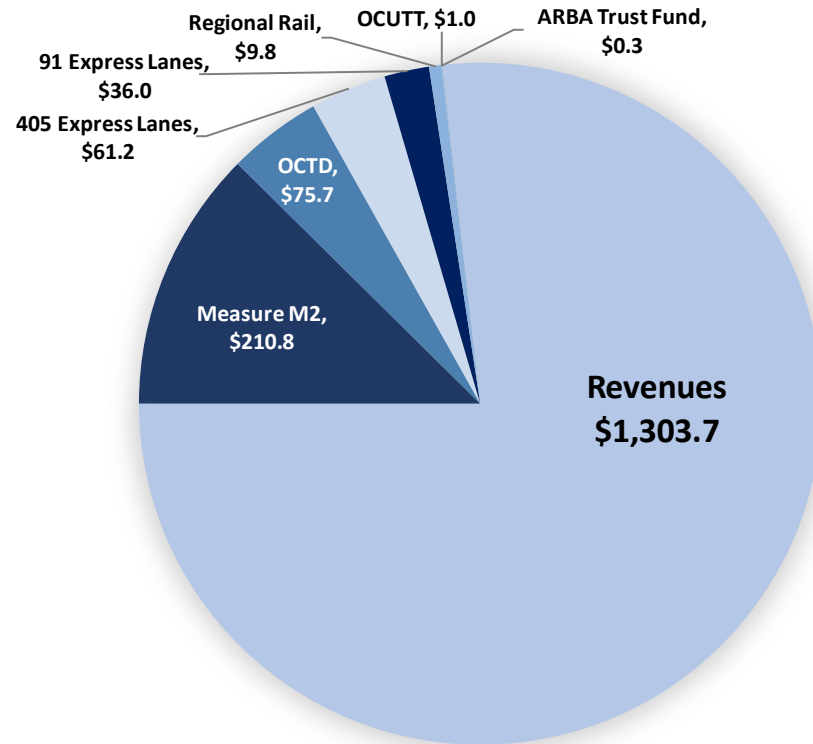
# Budget Themes

- Anticipating moderate increase in sales tax receipts
- Sustaining bus operations despite exhausting federal relief funds
- Ongoing investment in zero-emission buses and infrastructure
- 91 Express Lanes continues to meet commitments
- Opening of 405 Express Lanes in late 2023 with completion of construction
- Delivering Measure M2 Next 10 Plan as promised
- Metrolink service continues at 90 percent of pre-pandemic service levels
- Advancing coastal rail resiliency planning
- OC Streetcar construction continues

# Budget Overview

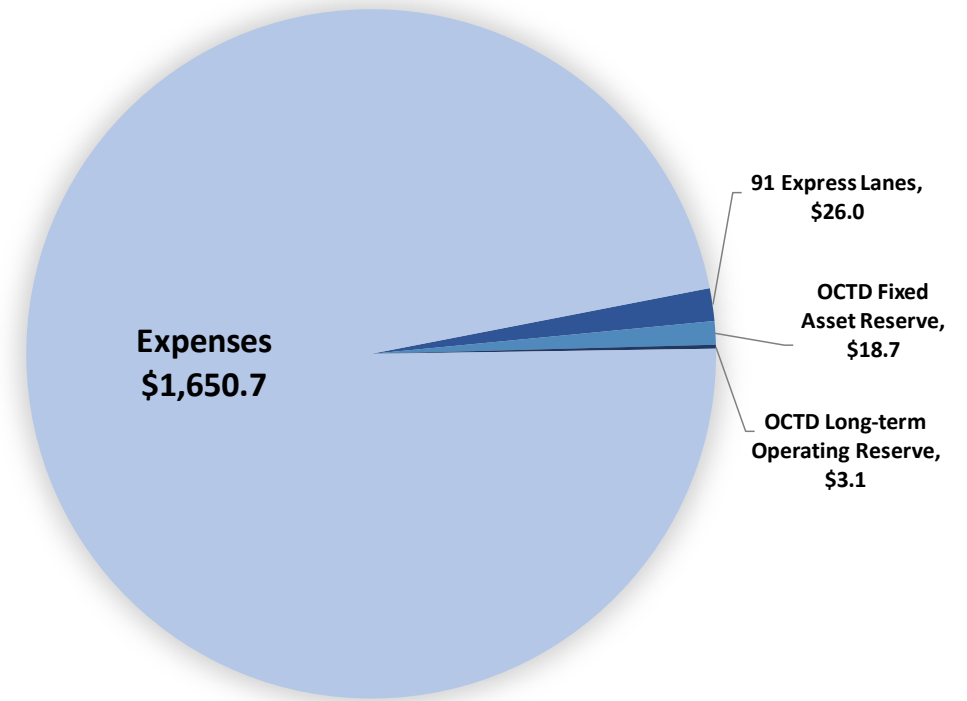
Use of Prior Year Designations  
\$394.8 million

## Source of Funds \$1,698.5 million



## Use of Funds \$1,698.5 million

Designations  
\$47.8 million



# Planned Use of Prior Year Designations

In Millions Fund	Program	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget
Local Transportation Authority Measure M2	<i>Freeways, Streets &amp; Roads, and M2 Transit</i>	\$ 154.9	\$ 210.8
Orange County Transit District	<i>Bus Capital</i>	132.0	75.7
405 Express Lanes	<i>Express Lanes</i>	88.7	61.2
91 Express Lanes	<i>SR-91 and Rail Station Corridor Improvements</i>	39.9	36.0
Regional Rail	<i>Regional Rail Capital and Operations</i>	-	9.8
Orange County Unified Transportation Trust	<i>Freeways</i>	0.0	1.0
Additional Retiree Benefit Account (ARBA) Fund	<i>ARBA Contributions</i>	-	0.3
<b>Total Use of Prior Year Designations</b>		<b>\$ 415.5</b>	<b>\$ 394.8</b>

# Budget Sources and Uses

In Millions	FY 2022-23	FY 2023-24	Change
	Approved Budget	Proposed Budget	
<b>Sources</b>			\$
Revenues	\$ 1,234.7	\$ 1,303.7	\$ 69.0
Use of Prior Year Designations	415.5	394.8	(20.7)
<b>Total Revenue / Use of Designations</b>	<b>\$ 1,650.2</b>	<b>\$ 1,698.5</b>	<b>\$ 48.3</b>
<b>Uses</b>			
Salaries and Benefits	\$ 187.3	\$ 200.5	\$ 13.2
Deferred Compensation Payment	-	8.0	8.0
LOSSAN Funded Salaries and Benefits	3.9	4.1	0.2
Services and Supplies	339.6	475.6	136.0
Contributions to Other Agencies	181.3	211.7	30.4
Interest/Debt Service	97.8	77.8	(20.0)
Capital	635.2	673.0	37.8
Designations	205.1	47.8	(157.3)
<b>Total Expenditures / Designations</b>	<b>\$ 1,650.2</b>	<b>\$ 1,698.5</b>	<b>\$ 48.3</b>

FY – Fiscal Year  
LOSSAN - Los Angeles – San Diego – San Luis Obispo Rail Corridor

# Revenues

In Millions Sources	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
M2 Local Transportation Authority 1/2 Cent Sales Tax	\$417.2	\$461.6	\$44.4
Federal Grants	247.8	271.6	23.8
Local Transportation Fund 1/4 Cent Sales Tax	212.6	230.7	18.1
Interest	30.2	83.4	53.2
Express Lanes (Toll and Non-Toll)	54.6	77.2	22.6
State Transit Assistance	21.9	51.3	29.4
Passenger Fares	37.7	40.6	2.9
Senate Bill 1 (SB-1)	29.7	29.6	(0.1)
Property Tax	17.8	18.4	0.6
State Grants	14.0	17.8	3.8
Other	8.7	10.5	1.8
Senate Bill 1 (SB-1) - State Transit Assistance	24.7	6.9	(17.8)
Advertising	4.0	4.1	0.1
Federal Relief Revenue	113.8	-	(113.8)
<b>Subtotal Sources</b>	<b>\$ 1,234.7</b>	<b>\$ 1,303.7</b>	<b>\$ 69.0</b>
Use of Prior Year Designations	415.5	394.8	(20.7)
<b>Total Revenues / Use of Designations</b>	<b>\$ 1,650.2</b>	<b>\$ 1,698.5</b>	<b>\$ 48.3</b>

M2 – Measure M2

# Sales Tax Revenues

In Millions

## Sales Tax

		LTA		LTF
FY 2022-23 Approved Budget	\$	417.2	\$	212.6
FY 2022-23 Year-End Estimate		449.9		226.4
<b>FY 2023-24 Sales Tax Growth Rate</b>		<b>2.6%</b>		<b>1.9%</b>
<b>FY 2023-24 Proposed Budget</b>	<b>\$</b>	<b>461.6</b>	<b>\$</b>	<b>230.7</b>

LTA – Local Transportation Authority  
LTF – Local Transportation Fund

# Expenditures

In Millions Uses	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Salaries and Benefits</b>	<b>\$ 191.2</b>	<b>\$ 212.6</b>	<b>\$ 21.4</b>
OCTA Salaries and Benefits	187.3	200.5	13.2
Deferred Compensation Payment	-	8.0	8.0
LOSSAN Funded Salaries and Benefits	3.9	4.1	0.2
<b>Services and Supplies</b>	<b>\$ 339.7</b>	<b>\$ 475.6</b>	<b>\$ 135.9</b>
Professional and Outside Services	180.2	258.1	77.9
Contract Transportation Services	109.9	153.5	43.6
Maintenance Parts and Fuel	25.7	32.7	7.0
General & Administration	11.2	18.8	7.6
Insurance Claims/Premiums	12.7	12.5	(0.2)
<b>Contributions to Other Agencies</b>	<b>\$ 181.3</b>	<b>\$ 211.7</b>	<b>\$ 30.4</b>
Measure M2 Local Fair Share	71.0	81.0	10.0
Contributions to Other Agencies	61.3	74.6	13.3
Measure M2 Regional Capacity	49.0	56.1	7.1
<b>Interest / Debt Service</b>	<b>\$ 97.7</b>	<b>\$ 77.8</b>	<b>\$ (19.9)</b>
Interest Expense	70.7	49.4	(21.3)
Long-Term Debt Principal Payments	27.0	28.4	1.4
<b>Capital</b>	<b>\$ 635.2</b>	<b>\$ 673.0</b>	<b>\$ 37.8</b>
<b>Subtotal Uses</b>	<b>\$ 1,445.1</b>	<b>\$ 1,650.7</b>	<b>\$ 205.6</b>
Designations	205.1	47.8	(157.3)
<b>Total Expenditures / Designations</b>	<b>\$ 1,650.2</b>	<b>\$ 1,698.5</b>	<b>\$ 48.3</b>



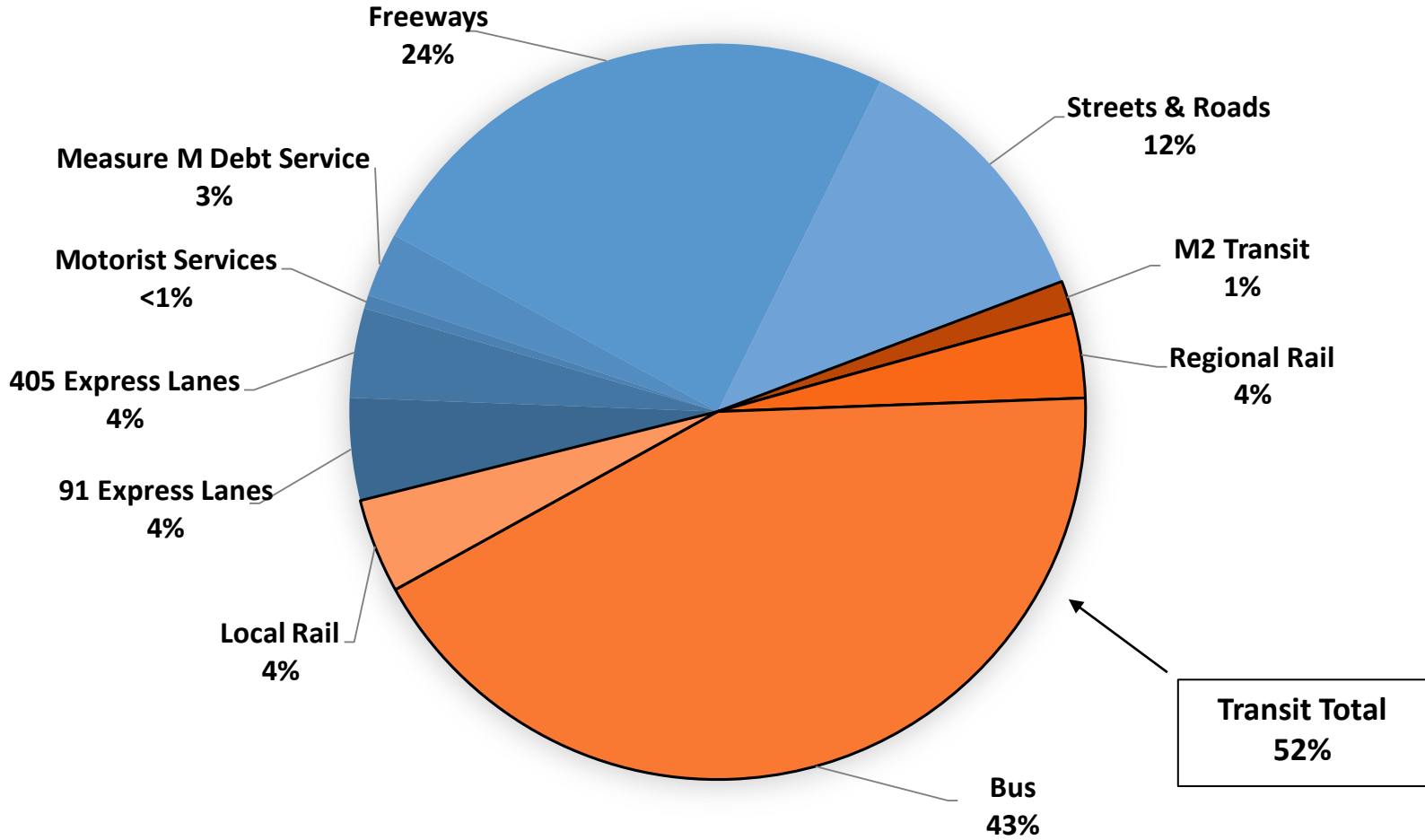
# Key Expenditures by Fund

General Fund	Human Resources Information System (HRIS)	\$ 7,750,000	Human Resources Information System replacement project
	Transportation Planning and Studies	\$ 4,745,250	Transit corridor and regional mobility studies
	Bicycle and Pedestrian Facilities	\$ 4,608,740	OCTA awards to local agencies for bicycle and pedestrian facilities
	Hardware/Software Maintenance	\$ 1,577,754	Annual OCTA maintenance and support for infrastructure hardware and software
	Data Center Co-Location Hardware/Software	\$ 1,100,000	Annual data center co-location hardware and software expenses
Measure M2	SR-55, I-405 to SR-91 (Project F)	\$ 145,401,627	Right-of-way capital, utilities, and support services
	I-5, SR-73 to El Toro Road (Project C)	\$ 93,671,200	Construction capital, right-of-way capital, and construction management services
	I-405, SR-73 to I-605 (Project K)	\$ 85,274,407	Construction and right-of-way capital and utilities
	Local Fair Share (Project Q)	\$ 81,212,172	18 percent of M2 net revenues to local agencies for streets and roads
	Regional Capacity Program (Project O)	\$ 56,368,500	Competitive funding for local agency streets and roads projects
	Regional Traffic Signal Synchronization (Project P)	\$ 47,234,000	Signal synchronization projects to be implemented along OC Corridors
	I-5, I-405 to SR-55 (Project B)	\$ 25,366,000	Right-of-way capital and support services
	SR-91, SR-55 to SR-57 (Project I)	\$ 21,770,612	Right-of-way capital, utilities, and design services funded by 91 Express Lanes
	Clean-up Highway/Street Runoff (Project X)	\$ 15,818,150	Payments for M2 environmental cleanup program projects
	Community-Based Transit Circulator (Project V)	\$ 9,890,000	Payments to local jurisdictions to operate community transit circulators
	Senior Mobility and Non-Emergency Medical Programs (Project U)	\$ 8,857,244	Senior Non-Emergency Medical Transportation and Senior Mobility Program payments to local agencies
	Freeway Environmental Mitigation	\$ 6,481,162	M2 mitigation program endowment, property acquisition, and restoration projects
	Local Transportation Authority (LTA) - California Department of Tax and Fee Administration (CDTFA)	\$ 4,569,901	LTA CDTFA fees for the collection and distribution of the local sales tax
	I-605, Katella Ave. Interchange (Project M)	\$ 2,833,000	Construction capital and right-of-way capital and utilities
	SR-57, Orangewood Ave. to Katella Ave. (Project G)	\$ 1,785,000	Right-of-way capital, utilities, and design services
Safe Transit Stops (Project W)	\$ 1,325,000	Grants to cities for previously approved bus stop improvement projects	
Measure M2 Debt	Tax-Exempt Bonds	\$ 54,871,900	Interest and principal payment for Measure M2 bonds
Local Rail	OC Streetcar	\$ 80,907,906	Construction, construction management, right-of-way, site work, and start-up
91 Express Lanes	91 Express Lanes	\$ 34,980,352	Contracted operations, debt repayment, and roadway operations contractor
405 Express Lanes	405 Express Lanes	\$ 81,140,260	Contracted operations, construction capital, toll management, and back office system
Internal Service Funds	Workers' Compensation	\$ 7,367,120	Claims expense and liability insurance related to workers' compensation
	Personal Liability and Property Damage Legal, Insurance, and Claims	\$ 4,846,170	Legal fees, liability and property insurance, and broker services
Motorist Services	Motorist Services	\$ 10,996,692	Freeway Service Patrol (FSP) tow service, 511 program, and call box maintenance

# Key Expenditures by Fund (Continued)

Regional Rail	Southern California Regional Rail Authority (SCRRA) Budget	\$ 41,065,223	Metrolink operating subsidy (Net of federal funds)
	Placentia Metrolink Rail Station	\$ 10,000,000	Design services funded by 91 Express Lanes
	Mission Viejo/Laguna Niguel Slope Stabilization	\$ 5,715,000	Construction, construction management, and design services
	San Juan Creek Bridge Replacement	\$ 4,995,000	Right-of-way capital, utility, and support services
	Coastal Slope Stabilization	\$ 3,655,000	Right-of-way capital and construction
	Regional Rail Project Support (Project R)	\$ 1,992,750	Project management support for rail capital projects
OCTD	Bus Purchases	\$ 94,140,000	Fixed-route and paratransit revenue vehicle purchases
	Contracted Fixed-Route Services	\$ 63,399,329	Contracted fixed-route fixed and variable costs
	Transit Security & Operations Center	\$ 58,869,000	Construction and construction management
	Paratransit Services	\$ 53,746,542	Americans with Disabilities Act (ADA) ACCESS service and ADA supplemental taxi services
	Bus Base and Transit Center Projects	\$ 38,473,600	Facility maintenance and upgrades at bus bases and transit centers
	Fuels	\$ 22,045,446	Compressed natural gas (CNG), gasoline, hydrogen fuel, and electricity costs
	Directly Operated Fixed Route Services and Supplies	\$ 12,921,518	General services and supplies for directly operated facilities
	Farebox Replacement	\$ 11,862,000	Replacement of fareboxes for fixed-route fleet
	Transit Security Sheriff Services	\$ 9,668,651	Orange County Sheriff's transit police services
	Transit Technology and Communications Capital	\$ 8,210,000	Fixed-route and paratransit revenue vehicle radio retrofit
	Maintenance Parts	\$ 7,990,687	Maintenance parts for revenue vehicles
	Contracted Special Agency Services	\$ 5,030,826	OCTA subsidy of transportation services provided by agencies for senior and disabled passengers
	Utilities	\$ 3,312,956	Gas, electric, water, and waste management for all OCTA owned locations
	Local Transportation Fund (LTF) - External Contributions	\$ 3,236,909	Southern California Association of Governments (SCAG) and Laguna Beach Municipal Transit Lines
	Transit Technology and Communications	\$ 2,442,250	On-board video surveillance system administration and Integrated transportation management system services
	Tires	\$ 1,957,027	Tire replacement and leasing for OCTA owned revenue vehicles
	New Freedoms & Job Access and Reverse Commute Programs	\$ 1,858,258	Transportation services for persons of low income, seniors, and persons with disabilities
	iShuttle Operations	\$ 1,731,992	Contribution to the Irvine iShuttle service as part of funding exchange
	Customer Information Center	\$ 1,180,880	Operating costs for call center to provide information on OCTA's bus program
Anaheim Transportation Network	\$ 1,100,000	Anaheim Transportation Network pass-through	
ARBA	Additional Retiree Benefit Account (ARBA) Payments	\$ 1,838,359	ARBA benefit payment
OCUTT	Orange County Unified Transportation Trust (OCUTT)	\$ 1,122,990	Freeway project study report and project initiation documents
		\$ 1,376,312,312	These items represent 83 percent of the proposed budget expenditures

# Total Budget by Program



# Measure M2 Freeways Summary

In Millions	FY 2023-24 Proposed Budget
<b>Freeways</b>	
State Route 55, Interstate 405 to State Route 91 (Project F)	\$ 145.4
Interstate 5, State Route 73 to El Toro Road (Project C)	93.6
Interstate 405, State Route 73 to Interstate 605 (Project K)	85.3
Interstate 5, Interstate 405 to State Route 55 (Project B)	25.4
State Route 91, State Route 55 to State Route 57 (Project I)	21.8
Interstate 605, Katella Avenue Interchange (Project M)	2.8
State Route 57, Orangewood Avenue to Katella Avenue (Project G)	1.8
Interstate 5, El Toro Road Interchange (Project D)	0.7
<b>Total</b>	<b>\$ 376.8</b>

# Measure M2 City Contributions

In Millions	FY 2023-24 Proposed Budget
<b>Measure M2 Streets &amp; Roads</b>	
Local Fair Share (Project Q)	\$ 81.2
Regional Capacity Program (Project O)	56.6
Regional Traffic Signal Synchronization (Project P)	47.2
<b>Total</b>	<b>\$ 185.0</b>

In Millions	FY 2023-24 Proposed Budget
<b>Measure M2 Transit</b>	
Community-Based Transit Circulator (Project V)	\$ 9.9
Senior Mobility and Non-Emergency Medical Programs (Project U)	8.9
Safe Transit Stops (Project W)	1.3
<b>Total</b>	<b>\$ 20.1</b>

In Millions	FY 2023-24 Proposed Budget
<b>Measure M2 Environmental</b>	
Clean-up Highway/Street Runoff (Project X)	\$ 15.8
Freeway Environmental Mitigation	6.5
<b>Total</b>	<b>\$ 22.3</b>

# 91 Express Lanes Operations Sources and Uses

In Millions	FY 2022-23	FY 2023-24	Change
	Approved	Proposed	
<b>Operating Sources</b>	<b>Budget</b>	<b>Budget</b>	<b>\$</b>
Toll Revenue	\$ 50.7	\$ 49.2	\$ (1.5)
Interest Income	1.9	6.9	5.0
Non-Toll Revenue	3.9	4.5	0.6
Reimbursement from Other Agencies	0.3	0.4	0.1
Use of Prior Year Designations	-	0.5	0.5
<b>Total Revenue / Use of Designations</b>	<b>\$ 56.8</b>	<b>\$ 61.5</b>	<b>\$ 4.7</b>

<b>Operating Uses</b>			
Debt & Interest Expense	\$ 10.8	\$ 10.8	\$ -
Professional Services	10.1	10.7	0.6
Tollroad Management Contract	7.7	8.1	0.4
Overhead Allocation	3.6	4.6	1.0
Leases and Other Office Expenses	0.9	0.9	-
Insurance Claims/Premiums	0.8	0.4	(0.4)
Designations	22.8	26.0	3.2
<b>Total Expenditures / Designations</b>	<b>\$ 56.8</b>	<b>\$ 61.5</b>	<b>\$ 4.7</b>

In Millions	FY 2022-23	FY 2023-24	Change
	Approved	Proposed	
<b>Capital Sources</b>	<b>Budget</b>	<b>Budget</b>	<b>\$</b>
Use of Prior Year Designations	\$ 39.9	\$ 35.5	\$ (4.4)
<b>Total Revenue / Use of Designations</b>	<b>\$ 39.9</b>	<b>\$ 35.5</b>	<b>\$ (4.4)</b>

<b>Capital Uses</b>			
SR-91 and Rail Corridor Contributions	\$ 35.9	\$ 31.3	\$ (4.6)
Capital	4.0	4.2	0.2
<b>Total Expenditures / Designations</b>	<b>\$ 39.9</b>	<b>\$ 35.5</b>	<b>\$ (4.4)</b>

# 405 Express Lanes Operations Sources and Uses

In Millions	FY 2023-24 Proposed Budget
<b>Operating Sources</b>	
Toll Revenue	\$ 23.2
Non-Toll Revenue	0.3
<b>Total Revenue / Use of Designations</b>	<b>\$ 23.5</b>

<b>Operating Uses</b>	
Tollroad Management Contract	\$ 12.4
Professional Services	9.1
Overhead Allocation	2.0
<b>Total Expenditures / Designations</b>	<b>\$ 23.5</b>

In Millions	FY 2023-24 Proposed Budget
<b>Capital Sources</b>	
Use of Prior Year Designations	\$ 18.9
<b>Total Revenue / Use of Designations</b>	<b>\$ 18.9</b>

<b>Capital Uses</b>	
Capital	\$ 17.3
Overhead Allocation	1.6
<b>Total Expenditures / Designations</b>	<b>\$ 18.9</b>

# Bus Program Assumptions

- Operations
  - Fixed-route service
    - Budgeted revenue hours are anticipated at 1.47 million with 40 percent contracted service
  - Paratransit service
    - Total trips increase from the current budget of 1.21 to 1.48 million to accommodate potential increases in demand
  - Microtransit service
    - OC Flex service budgeted at 11,500 thousand service hours
- Major Capital Projects
  - Advancement of zero emissions bus pilot
  - Transit Security Operations Center (TSOC)



# OCTD Sources and Uses

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Operating Sources</b>			
Local Transportation Fund Sales Tax	\$ 175.9	\$ 188.2	\$ 12.3
State Transit Assistance	21.9	51.4	29.5
Federal Operating Grants	53.6	43.6	(10.0)
Passenger Fares	37.7	40.5	2.8
Interest Income	7.9	26.5	18.6
Property Taxes	17.8	18.4	0.6
Other OCTD Revenue	9.0	11.4	2.4
Senate Bill 1 (SB-1) Operating	24.7	6.9	(17.8)
Regional Rail Funds	5.7	6.3	0.6
Vanpool Revenue	0.6	1.1	0.5
Reimbursements from Other Agencies	0.2	0.1	(0.1)
Federal Relief Revenue	113.8	-	(113.8)
Measure M2 Sales Tax	0.7	-	(0.7)
<b>Total Revenue / Use of Designations</b>	<b>\$ 469.7</b>	<b>\$ 394.4</b>	<b>\$ (75.3)</b>

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Operating Uses</b>			
Salary and Benefits	\$ 126.0	\$ 134.8	\$ 8.8
Contracted Fixed-Route Services	51.9	63.4	11.5
Paratransit Services	42.1	53.7	11.6
Overhead Allocation	47.5	49.9	2.4
Operating Services & Supplies	22.8	24.1	1.3
Fuels	17.3	22.0	4.7
Directly Operated Fixed Route Services and Supplies	11.7	12.9	1.2
Transit Security Sheriff Services	8.6	9.7	1.1
Maintenance Parts	6.2	8.0	1.8
Deferred Compensation Payment	-	5.8	5.8
Special Programs	4.3	5.1	0.8
Rail and M2 Transit Extensions	2.2	1.8	(0.4)
Long-term Operating Designation	129.0	3.1	(125.9)
<b>Total Expenditures / Designations</b>	<b>\$ 469.7</b>	<b>\$ 394.4</b>	<b>\$ (75.3)</b>

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Capital Sources</b>			
Federal Capital Grants	\$ 23.0	\$ 95.1	\$ 72.1
Local Transportation Fund Sales Tax	26.7	31.8	5.1
Senate Bill 1 (SB-1) Capital	22.7	27.5	4.8
State Grants	2.4	0.3	(2.1)
Use of Prior Year Designations	132.0	75.7	(56.3)
<b>Total Revenue / Use of Designations</b>	<b>\$ 206.8</b>	<b>\$ 230.4</b>	<b>\$ 23.6</b>

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Capital Uses</b>			
Capital Projects	\$ 174.6	\$ 212.0	\$ 37.4
Capital Designation	32.2	18.4	(13.8)
<b>Total Expenditures / Designations</b>	<b>\$ 206.8</b>	<b>\$ 230.4</b>	<b>\$ 23.6</b>

OCTD – Orange County Transit District

# Zero Emissions Buses Pilot Program

In Millions	FY 2023-24 Proposed Budget
<b>Zero Emission Bus Capital</b>	
<b>Vehicles</b>	
(40) Fixed-Route Bus, 40-foot Fuel Cell Electric	62.0
(10) Fixed-Route Bus, 40-foot Battery Electric	12.5
(10) Paratransit Vehicle, 22-foot Battery Electric	3.3
<b>Infrastructure</b>	
Hydrogen Fueling Station	13.5
Electric Vehicle Charging Station	6.1
Metered Electrical Switchgear	4.3
<b>Total</b>	<b>\$ 101.7</b>

# Regional Rail Program Assumptions

- Operating Subsidy Budget Assumptions
  - Comprehensive Business Plan (CBP) – operating subsidy \$47.5 million
  - FY 2023-24 OCTA Budget - 90 percent operating subsidy \$50.6 million
- Major Capital Projects
  - Placentia Metrolink Station
  - Mission Viejo/Laguna Niguel slope stabilization
  - San Juan Creek Bridge replacement

# Regional Rail Sources and Uses

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Operating Sources</b>			
Measure M2 Sales Tax	\$ 33.1	\$ 42.9	\$ 9.8
Interest Income	1.9	6.0	4.1
Proceeds Sale of Capital Asset	2.0	1.9	(0.1)
Other Commuter Rail Revenue	1.0	0.0	(1.0)
Use of Prior Year Designations	-	9.8	9.8
<b>Total Revenue / Use of Designations</b>	<b>\$ 38.0</b>	<b>\$ 60.6</b>	<b>\$ 22.6</b>

<b>Operating Uses</b>			
SCRRA Operating Subsidy	\$ -	\$ 41.1	\$ 41.1
Operating Expenses	7.6	8.2	0.6
Contributions to Operating Services	5.7	6.4	0.7
Overhead Allocation	3.7	4.9	1.2
Designations	21.1	-	(21.1)
<b>Total Expenditures / Designations</b>	<b>\$ 38.0</b>	<b>\$ 60.6</b>	<b>\$ 22.6</b>

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Capital Sources</b>			
Measure M2 Sales Tax	\$ 10.5	\$ 10.9	\$ 0.4
91 Express Lanes	-	10.0	10.0
Federal Grants	2.1	4.2	2.1
State Grants	0.1	0.6	0.5
<b>Total Revenue / Use of Designations</b>	<b>\$ 12.8</b>	<b>\$ 25.7</b>	<b>\$ 12.9</b>

<b>Capital Uses</b>			
Capital Projects	\$ 12.8	\$ 25.7	\$ 12.9
<b>Total Expenditures / Designations</b>	<b>\$ 12.8</b>	<b>\$ 25.7</b>	<b>\$ 12.9</b>

# Regional Rail Capital Summary

In Millions		FY 2023-24 Proposed Budget
<b>Regional Rail Capital</b>		
Placentia Metrolink Rail Station	\$	10.0
Mission Viejo/Laguna Niguel Slope Stabilization		5.7
San Juan Creek Bridge Replacement		5.0
Coastal Slope Stabilization		3.7
Anaheim Canyon Metrolink Station		0.3
Serra Siding Environmental		0.3
Orange County Maintenance Facility Environmental		0.3
Irvine Station Environmental		0.2
Signal Respacing and Control Point		0.2
<b>Total</b>	\$	<b>25.7</b>

# Local Rail Assumptions

- OC Streetcar
  - Construction will continue through federal, state, and M2 funding
  - Capital is estimated at \$83.8 million primarily for construction, start-up, vehicles, site work, and right-of-way

# Motorist Services Assumptions

- Freeway Service Patrol
  - Scheduled beats will increase from 33 to 35 to support the 405 Express Lanes
  - Freeway service patrol budget of \$9.5 million
- Call Box and 511 Program
  - Call Box proposed budget of \$375,000
  - 511 Program proposed budget of \$502,000
- Overall, SAFE budget of \$12.2 million

SAFE - Services Authority for Freeway Emergencies Program.

# Motorist Services Sources and Uses

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Operating Sources</b>			
Measure M2 Sales Tax	\$ 4.0	\$ 5.7	\$ 1.7
Department of Motor Vehicles Fees	2.6	2.9	0.3
SB-1 Operating	1.9	1.9	-
Freeway Service Patrol Revenue	2.2	1.6	(0.6)
Interest Income	0.0	0.1	0.1
<b>Total Revenue / Use of Designations</b>	<b>\$ 10.6</b>	<b>\$ 12.2</b>	<b>\$ 1.6</b>

## Operating Uses

Freeway Service Patrol Services	\$ 8.7	\$ 9.5	\$ 0.8
Overhead Allocation	1.2	1.8	0.6
511 Program & Other Office Expenses	0.3	0.5	0.2
Call Box Maintenance Services & Support	0.4	0.4	-
<b>Total Expenditures / Designations</b>	<b>\$ 10.6</b>	<b>\$ 12.2</b>	<b>\$ 1.6</b>

In Millions	FY 2022-23 Approved Budget	FY 2023-24 Proposed Budget	Change \$
<b>Capital Sources</b>			
Freeway Service Patrol Revenue	\$ 0.1	\$ 0.7	\$ 0.6
<b>Total Revenue / Use of Designations</b>	<b>\$ 0.1</b>	<b>\$ 0.7</b>	<b>\$ 0.6</b>

## Capital Uses

Freeway Service Patrol Capital	\$ 0.1	\$ 0.7	\$ 0.6
<b>Total Expenditures / Designations</b>	<b>\$ 0.1</b>	<b>\$ 0.7</b>	<b>\$ 0.6</b>



# Staffing Levels

OCTA Staffing	FY 2022-23 Full-time Equivalent	FY 2023-24 Full-time Equivalent	FY 2023-24 New Hires	FY 2023-24 Reductions	Difference
<b>Administrative</b>	<b>520.5</b>	<b>532.5</b>	<b>13.0</b>	<b>(1.0)</b>	<b>12.0</b>
<b>Union</b>	<b>823.0</b>	<b>819.0</b>	<b>4.0</b>	<b>(8.0)</b>	<b>(4.0)</b>
Coach Operators	631.0	623.0	-	(8.0)	(8.0)
Maintenance	153.0	155.0	2.0	-	2.0
Facility Technicians and Parts Clerks	39.0	41.0	2.0	-	2.0
<b>OCTA Positions</b>	<b>1,343.5</b>	<b>1,351.5</b>	<b>17.0</b>	<b>(9.0)</b>	<b>8.0</b>
<b>LOSSAN Funded OCTA Positions</b>	<b>18.0</b>	<b>18.0</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Authority Positions</b>	<b>1,361.5</b>	<b>1,369.5</b>	<b>17.0</b>	<b>(9.0)</b>	<b>8.0</b>

# Employee Compensation Assumptions

- Employees Subject to Collective Bargaining Agreement
  - Coach Operators (623 employees)
    - Collective bargaining agreement effective through April 30, 2024
  - Maintenance (155 employees)
    - Collective bargaining agreement effective through September 30, 2025
  - Facilities technicians and parts clerks (41 employees)
    - Collective bargaining agreement effective through March 31, 2024
- Administrative Employees (532.5 + 18 LOSSAN employees)
  - Employees are not represented
  - Compensation governed by the Personnel and Salary Resolution, which is approved annually as part of the budget
  - Salary grade ranges are developed based upon scope, level of work performed, and external market data
    - Recommend four percent adjustment to grade ranges

# Personnel and Salary Resolutions

- Pertaining to Administrative employees
  - Employees are at-will
  - Administrative employees do not receive cost-of-living adjustments, step increases, or automatic increases of any type
- Merit Pool of 4.5 percent
  - Salary increases are based on a pay-for-performance program
  - Every employee has a performance plan and receives an annual performance review
  - Base-building adjustment to annual salary
- Bonus Pool of 4 percent
  - Non-base building – does not increase annual salary
  - Bonuses are given throughout the year for specific, exceptional performance in a defined goal area
  - Part of employee rewards and recognition strategy

# Next Steps

- Committee meetings and one-on-one meetings with Board Members May 9-June 9
- Public Hearing Preview – Finance and Administration Committee May 24
- Public Hearing – Board (public hearing and approval) June 12
- Back-up Public Hearing – Board (public hearing and approval) June 26