

# Orange County Transportation Authority Fiscal Year 2019-20 Budget Workshop

ATTACHMENT A

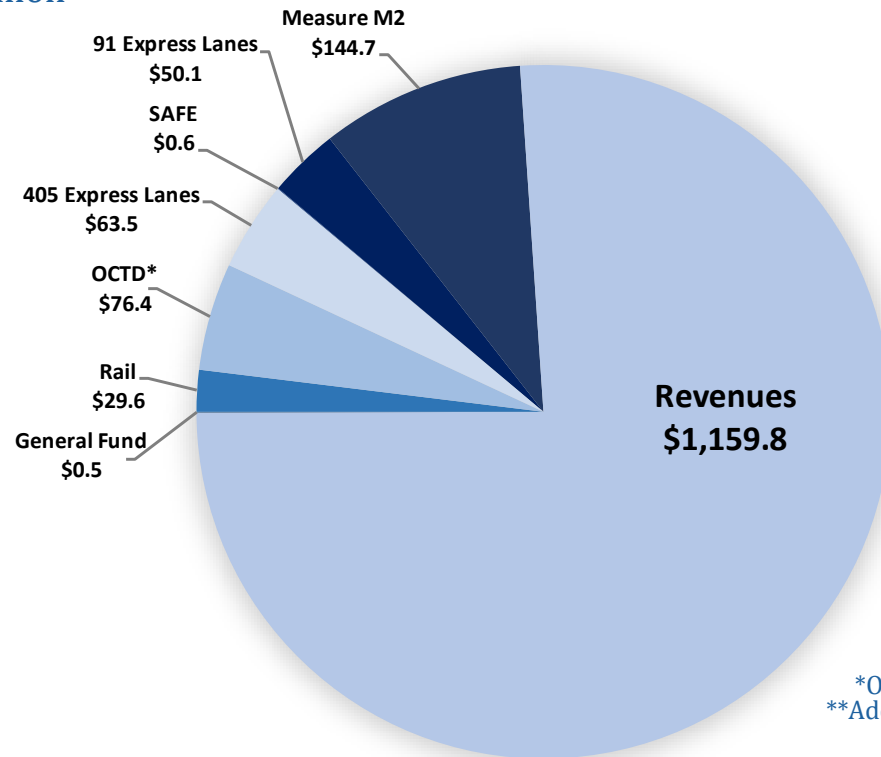
# Budget Themes

- Balanced budget reflects Board of Directors (Board) and Chief Executive Officer Initiatives
- Delivers on Capital Projects
  - Interstate 405 Improvement Project
  - Interstate 5 improvement projects in both South County and Central County
  - OC Streetcar construction, vehicle delivery, and operations and maintenance contract
- Continuation of OC Bus 360°
  - No fare increase
  - Consumed fixed-route revenue hours to increase by 1.4 percent to 1.63 million based on the first full year of operations for Bravo! Route 529
  - Continuation of OC Flex on-demand micro transit pilot service

# Budget Overview

Use of Prior Year  
Designations  
\$365.4 million

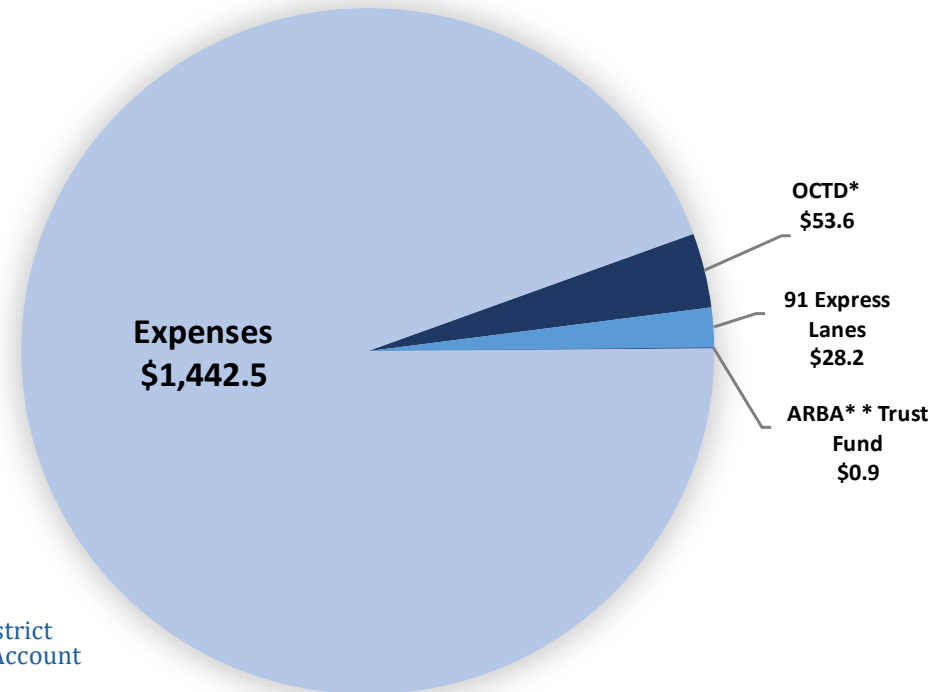
## Source of Funds \$1,525.2 million



\*Orange County Transit District  
\*\*Additional Retiree Benefit Account

## Use of Funds \$1,525.2 million

Designations  
\$82.7 million



# Planned Use of Prior Year Designations

In Millions Fund	Program	FY 2018-19 Approved Budget	FY 2019-20 Proposed Budget
Local Transportation Authority Measure M2	Freeways	\$ 165.3	\$ 144.7
Orange County Transit District	Transit	12.1	76.4
405 Express Lanes	Freeways	-	63.5
91 Express Lanes	Rail and Freeways	14.5	50.1
Commuter Rail	Rail	31.9	29.6
Service Authority for Freeway Emergencies	Motorist Services	-	0.6
General Fund	Freeways	1.8	0.5
Measure M2 Debt Service	M2 Debt Service	6.7	-
Internal Service Fund - Public Liability and Property Damage	PL & PD Claim Expense	5.3	-
Orange County Taxi Administration Program	Motorist Services	0.1	-
Total Use of Prior Year Designations		\$ 237.8	\$ 365.4

# Budget Sources and Uses

In Millions Sources	FY* 2018-19 Approved Budget	FY* 2019-20 Proposed Budget	Change \$	Change %
Revenues	\$ 1,068.1	\$ 1,159.8	\$ 91.7	8.6%
Use of Prior Year Designations	237.8	365.4	127.6	53.7%
<b>Total Revenue / Use of Designations</b>	<b>\$ 1,305.9</b>	<b>\$ 1,525.2</b>	<b>\$ 219.3</b>	<b>16.8%</b>
Uses				
Salaries and Benefits	\$ 163.6	\$ 169.7	\$ 6.1	3.7%
LOSSAN** Salaries and Benefits	2.4	2.7	0.3	12.5%
Services and Supplies	328.3	373.6	45.3	13.8%
Contributions to Other Agencies	189.9	169.7	(20.2)	-10.6%
Interest/Debt Service	56.6	59.0	2.4	4.2%
Capital	484.8	667.8	183.0	37.7%
Designations	80.3	82.7	2.4	3.0%
<b>Total Expenditures / Designations</b>	<b>\$ 1,305.9</b>	<b>\$ 1,525.2</b>	<b>\$ 219.3</b>	<b>16.8%</b>

\*Fiscal Year

\*\*Los Angeles – San Diego – San Luis Obispo Rail Corridor Agency

# Revenues

In Millions Sources	FY 2018-19 Approved Budget	FY 2019-20 Proposed Budget	Change \$	Change %
M2 Local Transportation Authority 1/2 Cent Sales Tax	\$332.2	\$340.9	\$8.7	2.6%
Federal Grants	307.0	328.4	21.4	7.0%
Local Transportation Fund 1/4 Cent Sales Tax	170.9	176.7	5.8	3.4%
91 Express Lanes (Toll and Non-Toll)	57.7	60.5	2.8	4.9%
State Grants	48.8	58.2	9.4	19.3%
Interest	25.4	49.9	24.5	96.5%
Passenger Fares	48.1	47.9	(0.2)	-0.4%
Road Repair and Accountability Act (State Transit)	19.2	24.3	5.1	26.6%
State Transit Assistance	16.5	22.5	6.0	36.4%
Property Tax	16.1	16.6	0.5	3.1%
Other	13.9	15.8	1.9	13.7%
Road Repair and Accountability Act (Competitive)	8.3	14.1	5.8	69.9%
Advertising	4.0	4.0	-	0.0%
<b>Subtotal Sources</b>	<b>\$ 1,068.1</b>	<b>\$ 1,159.8</b>	<b>\$ 91.7</b>	<b>8.6%</b>
Use of Prior Year Designations	237.8	365.4	127.6	53.7%
<b>Total Revenues / Use of Designations</b>	<b>\$ 1,305.9</b>	<b>\$ 1,525.2</b>	<b>\$ 219.3</b>	<b>16.8%</b>

# Expenditures

In Millions Uses	FY 2018-19 Approved Budget	FY 2019-20 Proposed Budget	Change \$	Change %
<b>Salaries and Benefits</b>	<b>\$ 166.0</b>	<b>\$ 172.4</b>	<b>\$ 6.4</b>	<b>3.9%</b>
OCTA Salaries and Benefits	163.6	169.7	6.1	3.7%
LOSSAN Salaries and Benefits	2.4	2.7	0.3	12.5%
<b>Services and Supplies</b>	<b>\$ 328.3</b>	<b>\$ 373.6</b>	<b>\$ 45.3</b>	<b>13.8%</b>
Professional and Outside Services	184.7	223.2	38.5	20.8%
Contract Transportation Services	100.8	104.1	3.3	3.3%
Maintenance Parts & Fuel	17.3	21.5	4.2	24.3%
General & Administration	14.6	16.1	1.5	10.3%
Insurance Claims/Premiums	10.9	8.7	(2.2)	-20.2%
<b>Contributions to Other Agencies</b>	<b>\$ 189.9</b>	<b>\$ 169.7</b>	<b>\$ (20.2)</b>	<b>-10.6%</b>
Contributions to Other Agencies	73.2	55.0	(18.2)	-24.9%
Measure M2 Local Fair Share	55.6	57.7	2.1	3.8%
Measure M2 Regional Capacity	61.1	57.0	(4.1)	-6.7%
<b>Interest / Debt Service</b>	<b>\$ 56.6</b>	<b>\$ 59.0</b>	<b>\$ 2.4</b>	<b>4.2%</b>
Long-Term Debt Principal Payments	11.3	8.5	(2.8)	-24.8%
Interest Expense	45.3	50.5	5.2	11.5%
<b>Capital</b>	<b>\$ 484.8</b>	<b>\$ 667.8</b>	<b>\$ 183.0</b>	<b>37.7%</b>
<b>Subtotal Uses</b>	<b>\$ 1,225.6</b>	<b>\$ 1,442.5</b>	<b>\$ 216.9</b>	<b>17.7%</b>
Designations	80.3	82.7	2.4	3.0%
<b>Total Expenditures / Designations</b>	<b>\$ 1,305.9</b>	<b>\$ 1,525.2</b>	<b>\$ 219.3</b>	<b>16.8%</b>

# Key Expenditures by Fund

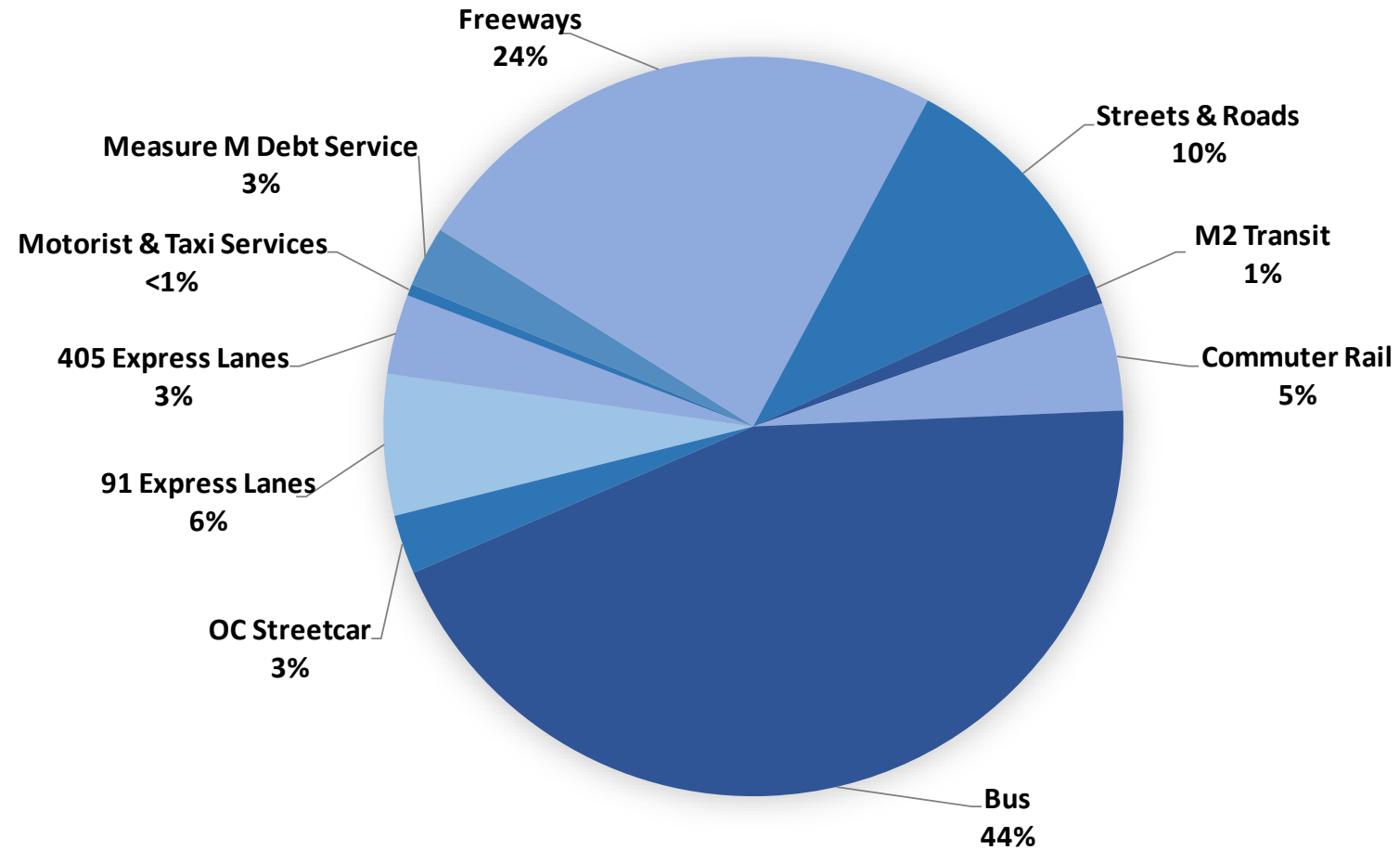
Measure M2	I-405, San Diego Freeway from I-605 to SR-55 (Project K)	\$ 133,277,000	Right of way capital and utilities, project management consultant services, and support
	I-5, Santa Ana Freeway (Project C)	\$ 93,171,287	Construction capital, right of way capital, and construction management services
	Costa Mesa Freeway (SR-55) Improvements (Project F)	\$ 88,422,069	Right of way capital, utilities, and support
	Local Fair Share (Project Q)	\$ 57,978,065	18% of M2 net revenues to local agencies for streets and roads
	Regional Capacity Program (Project O)	\$ 57,184,300	Competitive funding for local agency streets and roads projects
	SR-91, Riverside Freeway Improvements from SR-57 to SR-55 (Project I)	\$ 35,810,000	Consultant design and environmental services
	Regional Traffic Signal Synchronization (Project P)	\$ 33,501,554	Signal synchronization projects to be implemented along OC Corridors
	Clean-up Highway/Street Runoff (Project X)	\$ 10,088,400	Payments for M2 environmental cleanup program projects
	Senior Mobility and Non-Emergency Medical Programs (Project U)	\$ 6,584,158	Senior Non-Emergency Medical Transportation and Senior Mobility Program for local agencies
	Community Based Transit Circulator (Project V)	\$ 5,756,767	M2 Project V payments and community transit circulators
	Freeway Environmental Mitigation	\$ 5,692,150	M2 mitigation program endowment, property acquisition, and restoration projects
	Safe Transit Stops (Project W)	\$ 4,000,000	Enhancements for lighting, information systems, and easier access to transit stops
	LTA - California Department of Tax and Fee Administration	\$ 3,709,536	CDTFA fees for the collection and distribution of the M2 local sales tax (1.1%)
	Rail Project Support (Project R)	\$ 2,523,000	M2 rail programs project management support
	I-5, SR-55 to SR-57 (Project A)	\$ 2,425,000	Construction management and design services
	San Juan Creek Bridge Replacement	\$ 1,784,000	Right of way acquisition, utility, and legal support services
405 Express Lanes	405 Express Lanes	\$ 62,227,964	Back office system implementation, right of way capital and utilities, and TIFIA loan interest
OC Streetcar	OC Streetcar	\$ 45,383,046	Right of way utilities, construction, and construction management services
91 Express Lanes	91 Express Lanes	\$ 34,445,880	Annual operating, back office system implementation, and customer service center improvements
Measure M2 Debt	Taxable/Tax-Exempt Bonds	\$ 44,123,080	Interest and principal payment for Measure M2 bonds
Commuter Rail	Placentia Metrolink Rail Station	\$ 25,757,000	Construction, construction management, and design services
	SCRRA Budget	\$ 22,224,221	Metrolink operating subsidy
	Anaheim Canyon Metrolink Station	\$ 14,590,000	Construction, construction management, and right of way support
	Laguna Niguel to San Juan Capistrano Passing Siding	\$ 4,964,000	Construction, construction management, and SCRRA cooperative agreement construction support
	Orange County Maintenance Facility	\$ 4,270,000	Preliminary design and environmental support
	Irvine Station Improvements	\$ 3,529,000	Design and environmental support services
	OCTA Rail Support Services	\$ 3,515,582	Rail right of way maintenance services and outreach
	Rail Transit Police Services	\$ 2,281,055	Orange County Sheriff's contract for railroad transit police services
Internal Service Funds	Workers' Compensation	\$ 6,180,478	Claims expense and liability insurance related to workers' compensation
	PL & PD Legal, Insurance and Claims Expense	\$ 3,750,613	Legal fees, liability & property insurance, and broker services



# Key Expenditures by Fund (Continued)

OCTD	Bus Procurement / Engine Upgrades	\$ 214,829,997	40' and 22' bus procurement, OC Flex van procurement, near zero engine campaign, and electric buses
	Paratransit Services	\$ 48,285,075	Americans with Disabilities Act (ADA) ACCESS service and ADA supplemental taxi services
	Contracted Fixed Route Services	\$ 39,551,570	Contracted fixed route variable and fixed costs
	Fuels	\$ 14,920,277	CNG, gasoline, and CNG electricity costs
	Bus Base and Transit Center Projects	\$ 7,311,187	Building updates at bus bases and transit centers
	Transit Security Sheriff Services	\$ 6,730,548	Orange County Sheriffs transit police services
	iShuttle Buses	\$ 6,693,468	Purchase of buses for the iShuttle service
	Contracted Special Agency Services	\$ 4,973,660	OCTA subsidy of transportation services provided by agencies for senior and disabled passengers
	Maintenance Parts	\$ 3,933,025	Maintenance parts for buses
	Transit Security & Operations Center	\$ 3,500,000	Transit security & operations center design
	Bus Operations Support Vehicles	\$ 2,590,000	OCTA non-revenue vehicles to support bus operations
	Vanpool Program	\$ 2,565,406	OCTA Vanpool program subsidy and outreach for vanpools
	LTF - California Department of Tax and Fee Administration	\$ 2,267,269	CDTFA fees for the collection and distribution of the local sales tax (1.1%)
	Tires	\$ 2,261,989	Tire replacement and leasing for OCTA owned fleet
	Utilities	\$ 2,189,190	Gas, electric, water, and waste management for all locations
	CNG Equipment Operations & Maintenance	\$ 2,125,277	Operations and maintenance of CNG equipment at all bases
	Transit Technology and Communications	\$ 1,721,000	Administration of the OBVSS and Integrated transportation management system services
	Transit Technology and Communications Capital	\$ 1,700,000	Hastus Upgrade and Ellipse and Work Force Management improvements
	OCTA Vocational Visions Transportation Program	\$ 1,325,581	Program to provide persons with disabilities access to employment programs
	LTF Article 3 - Southern California Association of Governments	\$ 1,308,040	Local Transportation Fund allocation for Southern California Association of Governments
	OC Flex Service	\$ 1,247,060	Operating costs for contract transportation on-demand bus services
	Customer Information Center	\$ 1,210,880	Operating costs for call center to provide information on OCTA's bus program
	iShuttle Operations	\$ 1,175,293	Contribution to the Irvine iShuttle service as part of funding exchange
General Fund	LTF Article 4 - Laguna Beach Transit	\$ 1,161,951	Local Transportation Fund allocation for Laguna Beach Transit
	Janitorial Services	\$ 1,151,200	Janitorial services for all operated facilities
	Technical Infrastructure and Business Systems Support	\$ 10,154,617	Software and hardware acquisition, maintenance, and licensing
	I-5 Improvement Project, Pico to San Diego County Line	\$ 5,500,000	Project approval and environmental document services
	Office Space Leases	\$ 3,829,661	Lease agreement with PMRG for the Orange headquarters
	Bicycle and Pedestrian Facilities	\$ 2,328,974	Externally funded OCTA awards to local agencies
	Transportation Planning and Studies	\$ 2,138,000	South County, Express Lanes, and other regional studies
Motorist Services	Legal Fees	\$ 1,200,000	General counsel services
	Anaheim Transportation Network	\$ 1,055,217	Anaheim Transportation Network funding exchange
Motorist Services	Motorist Services	\$ 8,339,656	Freeway service patrol tow service, CHP, 511 program, call box maintenance, and OCTAP
ARBA	ARBA Payments	\$ 1,257,003	ARBA benefit payment
		\$ 1,231,681,275	These items represent 86% of the Proposed Budget Expenditures

# Total Budget by Program



# Freeways Summary

In Millions

## Freeways

**FY 2019-20  
Proposed  
Budget**

I-405, San Diego Freeway from I-605 to SR-55 (Project K)	\$	133.3
I-5, Santa Ana Freeway (Project C)		93.2
Costa Mesa Freeway (SR-55) Improvements (Project F)		88.4
I-405 Express Lanes		65.5
SR-91, Riverside Freeway Improvements from SR-57 to SR-55 (Project I)		35.8
Freeway Environmental Mitigation		5.7
I-5 Improvement Project, Pico to San Diego County Line		5.5
I-5, SR-55 to SR-57 (Project A)		2.4
SR-91, SR-55 to County Line (Project J)		0.6
Orange Freeway (SR-57) Improvements (Project G)		0.6
I-5, I-405 to SR-55 (Project B)		0.6
SR-91, Riverside Freeway Improvements from I-5 to SR-57 (Project H)		0.3
I-5, Santa Ana Freeway Interchange Improvements (Project D)		0.1
<b>Total</b>	<b>\$</b>	<b>431.9</b>

# Streets & Roads Summary

In Millions	FY 2019-20 Proposed Budget
<b>Streets &amp; Roads</b>	
Local Fair Share (Project Q)	\$ 58.0
Regional Capacity Program (Project O)	57.2
Regional Traffic Signal Synchronization (Project P)	33.5
<b>Total</b>	<b>\$ 148.7</b>

In Millions	FY 2019-20 Proposed Budget
<b>Measure M2 - Project X</b>	
Clean-up Highway/Street Runoff (Project X)	\$ 10.1
<b>Total</b>	<b>\$ 10.1</b>

# 91 Express Lanes Sources & Uses

In Millions	FY 2018-19	FY 2019-20	Change
Sources	Approved Budget	Proposed Budget	\$
Toll Revenue	\$ 50.9	\$ 54.4	\$ 3.5
Non-Toll Revenue	6.8	6.1	(0.7)
Interest Income	2.2	3.8	1.6
Reimbursement from Other Agencies	1.1	1.8	0.7
Use of Prior Year Designations	14.5	50.1	35.6
<b>Total Revenue / Use of Designations</b>	<b>\$ 75.5</b>	<b>\$ 116.2</b>	<b>\$ 40.7</b>
<b>Uses</b>			
Operating Transfers Out	\$ 14.5	\$ 50.7	\$ 36.2
Pavement Rehabilitation and Other Technical Support	9.7	10.6	1.0
Capital	7.6	9.9	2.3
Tollroad Management Contract	7.6	7.7	0.1
Interest Expense	5.0	4.7	(0.2)
Overhead Allocation	2.8	2.8	0.1
Insurance Claims/Premiums	0.8	0.8	-
Leases & Other Office Expenses	0.8	0.8	(0.0)
Designations	26.9	28.2	1.3
<b>Total Expenditures / Designations</b>	<b>\$ 75.5</b>	<b>\$ 116.2</b>	<b>\$ 40.7</b>

# Transit Program

- Bus Transit
  - OC Bus 360° Plan is ongoing
  - No fare increase in FY 2019-20
  - Fixed-route ridership at 38.1 million for FY 2019-20
  - Bus Procurements:
    - 299 40-foot buses
    - 116 22-foot buses
    - 12 32-foot iShuttle buses
    - 5 40-foot Electric buses
- Rail Transit
  - OC Streetcar
    - Advances OC Streetcar construction, vehicle delivery, and operations and maintenance contract
- Commuter Rail
  - Convert two “Laguna Niguel - Fullerton” roundtrips to one “Laguna Niguel – Los Angeles” roundtrip
  - Add one “Oceanside – Los Angeles” roundtrip in the evening

# Bus Operations Service Assumptions

- Fixed-route service levels
  - Consumed revenue hours to increase by 1.4 percent to 1.63 million based on the first full year of operations for Bravo! Route 529
  - OC Flex on-demand micro transit service continued with 23,000 revenue vehicle hours
    - 11,500 revenue vehicle hours for Huntington Beach
    - 11,500 revenue vehicle hours for Aliso Viejo / Laguna Niguel
- Paratransit trips assumed to stay flat budget to budget
  - Total trips forecasted to be 1.77 million
  - Trips comprised of ACCESS primary and supplemental service, same-day taxi service, and special agency service

# Cost Summary

## FY 2019-20 Proposed Budget

	Performance Indicators	Directly Operated Fixed Route	Contracted Fixed Route	ACCESS	ADA Taxi Service	Same Day Taxi Service	Special Agency Services	Flex	System Total
Service Provided	Vehicle Hours (VH)	1,100,677	700,336	627,565					2,428,578
	Vehicle Miles (VM)	13,774,298	9,629,716	10,139,271					33,543,285
	Revenue Hours (RVH)	999,044	626,396	530,476				23,000	2,178,917
	Revenue Miles (RVM)	11,515,918	7,689,092	7,554,138					26,759,148
Passenger Usage	Boardings	26,780,587	11,309,271	963,423	344,753	153,977	310,078	135,000	39,997,089
	Boardings per VH	24.33	16.15	1.54					16.47
	Boardings per VM	1.94	1.17	0.10					1.19
	Boardings per RVH	26.81	18.05	1.82					18.36
	Boardings per RVM	2.33	1.47	0.13					1.49
Operating Costs	Costs	\$145,950,354	\$75,844,374	\$55,489,382	\$18,033,922	\$2,535,228	\$7,554,509	\$1,924,136	\$307,331,905
	Cost per VH	\$132.60	\$108.30	\$88.42					\$126.55
	Cost per VM	\$10.60	\$7.88	\$5.47					\$9.16
	Cost per RVH	\$146.09	\$121.08	\$104.60					\$141.05
	Cost per RVM	\$12.67	\$9.86	\$7.35					\$11.49
	Cost per Boarding	\$5.45	\$6.71	\$57.60	\$52.31	\$16.46	\$24.36	\$14.25	\$7.68
Fare Revenues	Revenue	\$28,137,341	\$12,692,086	\$5,531,976	\$1,336,554			\$135,000	\$47,832,957
	Revenue per VH	\$25.56	\$18.12	\$10.16					\$19.70
	Revenue per VM	\$2.04	\$1.32	\$0.63					\$1.43
	Revenue per RVH	\$28.16	\$20.26	\$12.02					\$21.95
	Revenue per RVM	\$2.44	\$1.65	\$0.84					\$1.79
	Revenue per Boarding	\$1.05	\$1.12	\$5.74					\$1.20
Subsidy	Subsidy per Boarding	\$4.40	\$5.58	\$51.85					\$6.43
Farebox Recovery Ratio		19.28%	16.73%	9.97%					15.56%
Farebox Recovery Ratio (Per Senate Bill 508: Revisions to the Transportation Development Act)									22.26%
* All paratransit boardings are reported in terms of trips.									



# OCTD Sources & Uses

In Millions Sources	FY 2018-19 Approved Budget	FY 2019-20 Proposed Budget	Change \$
Local Transportation Fund Sales Tax	\$ 162.4	\$ 167.9	\$ 5.5
Federal Capital Assistance Grants	6.4	149.9	143.5
Federal Operating Assistance Grants	53.7	64.5	10.8
Passenger Fares	48.0	47.9	(0.1)
Road Repair and Accountability Act	19.1	29.4	10.3
State Transit Assistance	16.5	22.5	6.0
Property Taxes	16.1	16.6	0.5
Other OCTD Revenue	11.4	13.1	1.7
Interest Income	5.9	8.5	2.6
Measure M2	2.9	2.7	(0.2)
Vanpool Revenue	2.9	2.5	(0.3)
Reimbursements from Other Agencies	3.1	2.2	(1.0)
Commuter Rail	1.2	1.3	0.1
State Grant Assistance	4.8	-	(4.8)
Use of Prior Year Designations	12.1	76.4	64.3
<b>Total Revenue / Use of Designations</b>	<b>\$ 366.4</b>	<b>\$ 605.2</b>	<b>\$ 238.8</b>

## Uses

Bus Capital Projects	\$ 19.6	\$ 236.6	\$ 217.0
Operating Services & Supplies	138.3	150.4	12.1
Salary and Benefits	113.2	114.4	1.2
Overhead Allocation	39.2	43.0	3.8
Special Programs	7.6	5.2	(2.5)
Rail, M2 Transit Extensions and Streets & Roads Programs	2.6	2.0	(0.5)
Designations	45.9	53.6	7.7
<b>Total Expenditures / Designations</b>	<b>\$ 366.4</b>	<b>\$ 605.2</b>	<b>\$ 238.8</b>

# Metrolink Assumptions

- Revenue
  - Operating
    - Measure M2 (M2) High Frequency Metrolink Service (Project R)
    - Federal Transportation Administration (FTA) Section 5307 grants
  - Capital
    - FTA Section 5337 and 5307 grants
- Expenditures
  - OC Line service levels expanded with adjustments to service mix
  - Orange County Transportation Authority Operating subsidy of \$30.3 million
    - Metrolink will directly draw down \$8.5 million in OCTA's FTA 5307 grants
    - Net budgeted operating subsidy of \$21.8 million
- Major capital projects
  - Anaheim Canyon Metrolink Station
  - Placentia Metrolink Station

# Metrolink Sources & Uses

In Millions Sources	FY 2018-19 Approved Budget	FY 2019-20 Proposed Budget	Change \$
Transfers In	\$ 30.6	\$ 30.1	\$ (0.5)
Federal Assistance	21.4	19.2	(2.1)
Reimbursement from Other Agencies	5.3	5.0	(0.3)
Interest Income	1.8	4.0	2.3
Proceeds Sale of Capital Asset	3.5	3.5	-
Other Commuter Rail Revenue	1.2	1.0	(0.2)
State Assistance	10.8	-	(10.8)
Use of Prior Year Designations	31.9	29.6	(2.3)
<b>Total Revenue / Use of Designations</b>	<b>\$ 106.3</b>	<b>\$ 92.4</b>	<b>\$ (13.9)</b>

## Uses

Rail Capital Projects	\$ 70.7	\$ 57.6	\$ (13.2)
SCRRA Operating Subsidy	23.4	21.9	(1.5)
Rail Operating Expenses	8.2	8.6	0.5
Overhead Allocation	2.8	3.1	0.3
Transfers Out	1.2	1.3	0.1
Designations	-	-	-
<b>Total Expenditures / Designations</b>	<b>\$ 106.3</b>	<b>\$ 92.4</b>	<b>\$ (13.9)</b>

# Metrolink Capital Summary

In Millions	FY 2019-20 Proposed Budget
Metrolink Capital	
Placentia Metrolink Rail Station	\$ 25.8
Anaheim Canyon Metrolink Station	14.6
Laguna Niguel to San Juan Capistrano Passing Siding	5.0
Orange County Maintenance Facility	4.3
Irvine Station Improvements	3.5
San Juan Creek Bridge Replacement	1.8
Double Track Addition in San Clemente	1.0
Miscellaneous Metrolink Rail Station Improvements	0.8
Slope Stabilization	0.4
Signal Respacing and Control Point	0.4
Orange Transportation Center Parking Expansion	0.1
Rail Support Vehicles	0.1
<b>Total</b>	<b>\$ 57.6</b>

# Motorist Services Assumptions

- 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
    - State operating revenues at \$2.2 million
  - Expenditures
    - Freeway Service Patrol
      - Scheduled service hours increase from 87,384 to 89,646
    - Call box and 511 Programs
- Orange County Taxi Administration Program
  - Revenue
    - External contributions from cities budgeted at \$237,000
    - Permit fees budgeted at \$202,000
  - Expenditures
    - Staffing reduced from two full-time equivalent (FTE) to one FTE.
    - Administrative costs are anticipated to be \$241,000

# Orange County Taxi Administration Sources & Uses

In Thousands	FY 2018-19		FY 2019-20		Change	
<b>Sources</b>	<b>Amended Budget</b>		<b>Proposed Budget</b>		<b>\$</b>	<b>%</b>
City Contributions	\$	247.1	\$	237.0	\$ (10.1)	-4.1%
License Fees		173.8		201.9	28.1	16.2%
Interest Income		23.7		3.9	(19.8)	-83.4%
Other OCTAP Revenue		1.3		-	(1.2)	-92.7%
Use of Prior Year Designations		87.5		-	(87.5)	-100.0%
<b>Total Revenue / Use of Designations</b>	<b>\$</b>	<b>533.4</b>	<b>\$</b>	<b>442.8</b>	<b>\$ (90.6)</b>	<b>-17.0%</b>

## Uses

Overhead Allocation	\$	256.9	\$	241.1	\$ (15.8)	-6.1%
Salaries and Benefits		245.1		131.8	(113.3)	-46.2%
OCTAP Program Services & Support		31.3		29.0	(2.3)	-7.3%
Designations		-		40.9	40.9	0.0%
<b>Total Expenditures / Designations</b>	<b>\$</b>	<b>533.4</b>	<b>\$</b>	<b>442.8</b>	<b>\$ (90.6)</b>	<b>-17.0%</b>

# Staffing Levels

OCTA Staffing	FY 2018-19 FTE*	FY 2019-20 FTE*	FY 2019-20 New Hires	FY 2019-20 Reductions	Difference
<b>Administrative</b>	<b>493.0</b>	<b>498.5</b>	<b>5.5</b>	-	<b>5.5</b>
<b>Union</b>	<b>847.0</b>	<b>834.0</b>	<b>2.0</b>	<b>(15.0)</b>	<b>(13.0)</b>
Coach Operators	639.0	634.0	-	(5.0)	(5.0)
Maintenance	171.0	163.0	2.0	(10.0)	(8.0)
Facility Technicians and Parts Clerks	37.0	37.0	-	-	-
<b>OCTA Positions</b>	<b>1,340.0</b>	<b>1,332.5</b>	<b>7.5</b>	<b>(15.0)</b>	<b>(7.5)</b>
<b>LOSSAN</b>	<b>13.0</b>	<b>14.0</b>	<b>1.0</b>	-	<b>1.0</b>
<b>Total Authority Positions</b>	<b>1,353.0</b>	<b>1,346.5</b>	<b>8.5</b>	<b>(15.0)</b>	<b>(6.5)</b>

\*Full-Time Equivalent

# Employee Compensation Assumptions

- Employees Subject to Collective Bargaining Agreement
  - Coach Operators
    - Collective bargaining agreement effective through April 30, 2020
  - Maintenance
    - Collective bargaining agreement effective through September 30, 2019
  - Facilities technicians and parts clerks
    - Collective bargaining agreement effective through March 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 Resolutions

- Incorporates legal recommendations
- Minor clarifications
- Salary range adjustment of 2%
- Special performance award pool of 4%
- Merit pool of 4%
- Vacation benefit market adjustment

# Next Steps

- Committee meetings and One-on-One meetings with Board Members May 13-June 7
- Public Hearing Preview – Finance and Administration Committee May 22
- Public Hearing – Board (public hearing and approval) June 10
- Back-up Public Hearing – Board (public hearing and approval) June 24