

FY16 Proposed Budget

- **For Public Hearing**

May 14, 2015
Board Staff Briefing

FY16 Budget Process

Efforts for Greater Transparency and Outreach

- **Public:**
 - Public Hearing on May 20; Public Forum on Saturday, April 25; Multiple blogs and podcasts on “The Source”; Social media (Facebook, Twitter); E-blast to 24,000+ recipients; Distribution of 81,000+ “Take Ones”; Yearlong ongoing online budgeting tool and survey
- **Stakeholder Meetings:**
 - Presentations to all Regional Service Councils; Presentations to Citizens Advisory Council, Streets and Freeways Subcommittee, Bus Operations Subcommittee, and Technical Advisory Committee
- **Board of Directors:**
 - Monthly updates to the Board starting in December 2015; 22 budget briefings with Board staff and additional one-on-one briefings with Board members; Responses to all Board staff questions

Remaining Presentations

- **Wednesday, May 20, 1:00pm**
 - Public Hearing; Finance and Budget Committee
- **Thursday, May 21, 1:00pm**
 - Metro Board of Directors Budget Workshop
- **Thursday, May 28**
 - Board Adoption; Regular Board Meeting



FY16 Budget Priorities

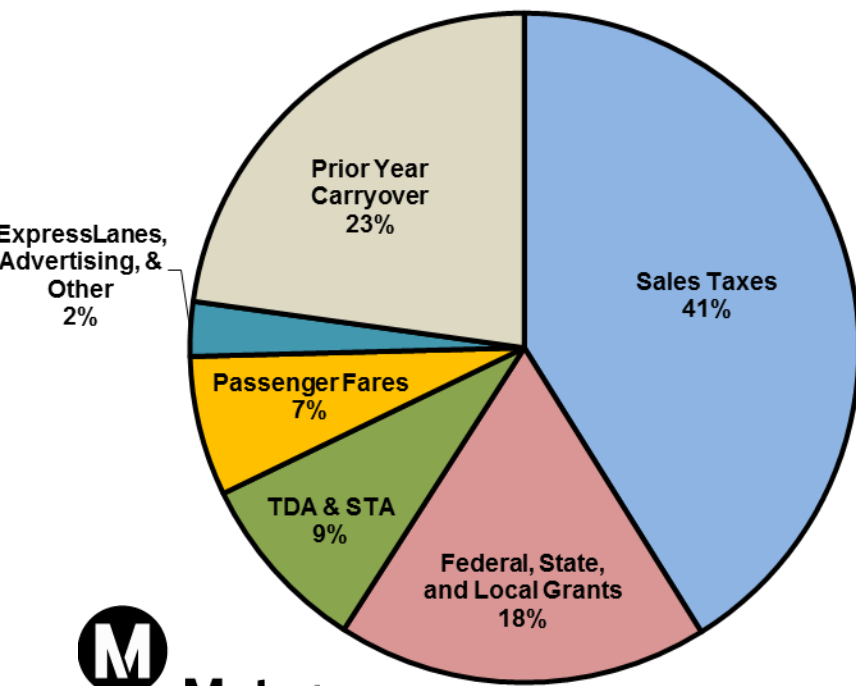
- Safety and security
- State of good repair
- Transit service quality improvement, including signal prioritization
- New bus and rail vehicle purchases
- Delivery of rail and highway projects
- Construction of Regional Connector, Purple Line Extension Segment 1, and Crenshaw/LAX rail lines
- Opening of Expo 2 extension to Santa Monica and Gold Line Foothill 2A extension to Azusa
- Active transportation initiatives, such as first/last mile, bike program, and others
- Technology enhancements, WiFi, TAP mobile app
- Sustainability

FY16 Budget

Summary of Resources and Expenditures

Resources

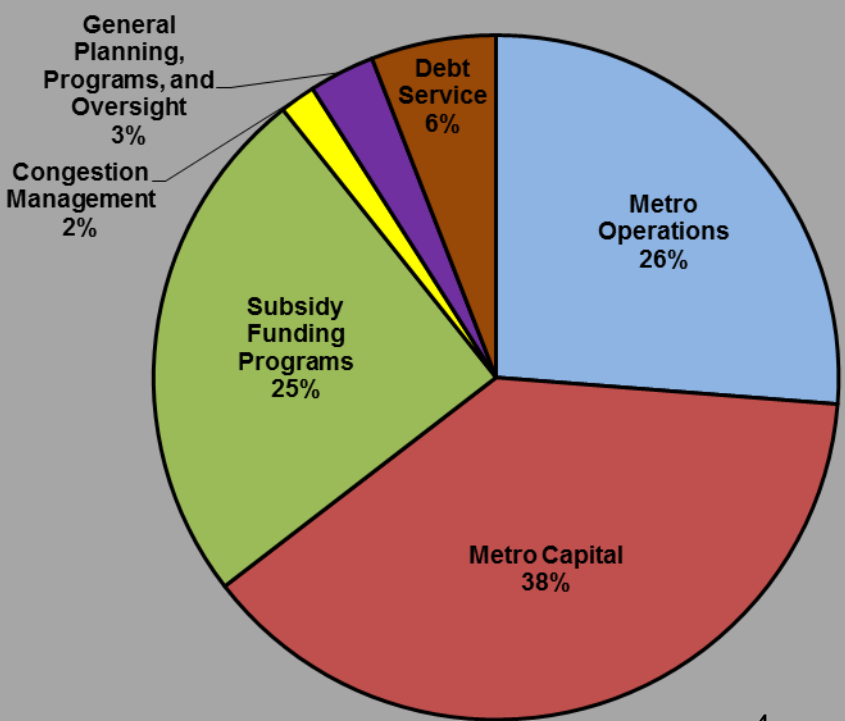
Resources		FY16 Proposed	% of Total FY16 Budget
1	Sales Taxes (Props A, C, and Measure R)	\$ 2,290.5	41%
2	Federal, State, and Local Grants	999.2	18%
3	TDA and STA	487.5	9%
4	Passenger Fares	376.0	7%
5	ExpressLanes Tolls	62.2	1%
6	Advertising and Other Revenues	84.6	2%
7	Prior Year Carryover	1,268.4	23%
8	Total Resources	\$ 5,568.4	100%



Metro

Expenditures

Expenditures by Program Type		FY16 Proposed	% of Total FY16 Budget
1	Metro Operations	\$ 1,461.3	26%
2	Metro Capital	2,133.4	38%
3	Subsidy Funding Programs	1,378.4	25%
4	Congestion Management	93.9	2%
5	General Planning, Programs, and Oversight	172.8	3%
6	Debt Service	328.7	6%
7	Total Expenditures	\$ 5,568.4	100%



FY16 Budget

FTEs

	Department	FY15 Active Budget	FY16 Addition	FY16 Total
1	Non-Contract			
2	Board of Directors	36	3	39
3	Chief Executive Office	249	14	263
4	Communications	95	0	95
5	Congestion Reduction	15	3	18
6	Engineering & Construction	175	15	190
7	Finance & Budget	142	8	150
8	Information Technology	88	3	91
9	Operations	285	0	285
10	Planning & Development	158	3	161
11	Vendor/Contract Mgmt	161	6	167
12	Non-Contract Total	1,404	55	1,459
13	Contract Total	8,253	5	8,258
14	Agency Total	9,657	60	9,717

FY16 Budget Risks

- Sales tax growth lower than included in the Budget Assumptions
- Cost Inflation greater than included in the Budget Assumptions
- Reduced STA funding, which is based on diesel fuel consumption in the county
- Delay in Federal grant funding approval by Congress
- PEPRA 13C-impacted delay of Federal grant funding
- Failure of the State to issue Prop 1B bonds and/or High-speed rail bonds