



Metro San Gabriel Valley

FY05 Sector Budget Overview



April 13, 2004

FY05 MTA Bus Operations Budget Overview

| <i>ESTIMATED FUNDING SOURCES FOR FY05 BUDGET</i> | | |
|---|-----------------------------|--------------------------|
| | <u><i>\$ (Millions)</i></u> | <u><i>% of Total</i></u> |
| <i>Farebox & Advertising Revenues</i> | <i>\$259.6</i> | <i>34%</i> |
| <i>FAP - (TDA / STA / PROP A / PROP C)</i> | <i>\$308.8</i> | <i>41%</i> |
| <i>Federal Grants</i> | <i>\$138.9</i> | <i>19%</i> |
| <i>Prop. C Discretionary</i> | <i>\$40.6</i> | <i>5%</i> |
| <i>Interest</i> | <i>\$8.8</i> | <i>1%</i> |
| | | |
| <i>TOTAL REVENUES AVAILABLE FOR BUS OPERATIONS</i> | <i>\$756.8</i> | |

- One Percent Increase from FY04 Revenue***
- Target is to Balance Expenses to Available Revenues***

FY05 Budget Overview

- Current Budget does not include Consent Decree funding***

- Consent Decree Funding - Pending Board Decisions***
 - Agency-wide cuts***
 - Other Means of Raising Revenues***
 - Mid-Year Budget Adjustment Required***

- Current Budget Activity Centered Around Reductions in Staff, Non-Core Services and Non-Essential Expenses***
 - Operations has eliminated 87 Positions to Date***

- Board-Mandated Organizational Budget Reviews Continue***

FY05 SGV Sector Budget Overview

- Service Hour Assumption: Flat (1.2M / Yr.)***
 - Less than .1% RSH Increase***
 - 15,000 RSH Moved from Div. 3 to Div. 9***

- Process of Allocating Budget Based on Historical Expenses rather than Service Provided***

- Increase in Operator Labor and Overtime to cover “Structural Deficit” in MTA FY04 Budget***

- Maintenance Budget Reduced to Essential Service Requirements***
 - Slight Headcount Reduction (2) in SGV; Reallocated to Other Sectors Based on Service-Based Model***

FY05 SGV Sector Budget Overview

- ***5% Reduction in Operations Administration***

- ***Sector Impact: Reduced Analytical Support (One FTE)***

- ***Fringe Benefit Calculation to be Normalized***

- ***Should Reduce Divisional and Monthly Fluctuations***

- ***Overhead and Other Sector Support not yet Calculated***

- ***Should be Reduced Based on Agencywide Budget and Headcount Reductions***