

PTSC BOARD OF DIRECTORS
October 2, 2007

PTSC

SUBJECT: FISCAL YEAR 2008 BUDGET

ACTION: ADOPT THE FISCAL YEAR 2008 BUDGET

RECOMMENDATION

Adopt the Public Transportation Services Corporation (PTSC) FY08 budget as summarized in the attachment to this report.

FINANCIAL IMPACT

The budget is consistent with salary, fringe benefits, and support costs included in the adopted Los Angeles County Metropolitan Authority (LACMTA) budget for PTSC, Teamster, AFSCME and Non-Contract employees that support PTSC. The budget of \$201 million dollars is balanced by revenue from LACMTA.

ALTERNATIVES CONSIDERED

No alternatives were considered. In order to continue operations, PTSC must demonstrate the financial capacity to meet its operating obligations.

DISCUSSION

The FY08 budget of \$201 million represents an increase of \$16 million, or 9% more than the FY07 budget. This increase includes an LACMTA approved salary increase of 3.5% for all PTSC employees and the addition of 18 non-contract positions

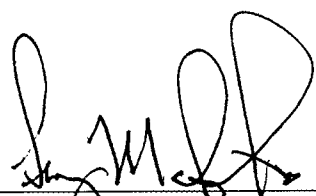
**Public
Transportation
Services
Corporation**

One Gateway Plaza
Los Angeles, CA
90012

213-922-6000

ATTACHMENT

Prepared by: Michelle Lopes Caldwell
Office of Management and Budget

A handwritten signature in black ink, appearing to read 'Terry Matsumoto', written over a horizontal line.

Terry Matsumoto
Chief Financial Officer

ATTACHMENT A - PTSC FY08 ADOPTED BUDGET

Description	FY08 Proposed	FY07 Budget	Increase (Decrease)
1 Revenue:			
2 Reimbursement for support services	\$ 201,039,572	\$ 184,756,169	\$ 16,283,403
4 Total revenue	201,039,572	184,756,169	16,283,403
5			
6 Operating expenses:			
7 Salaries, wages & fringe	200,720,364	184,486,220	16,234,144
8 Services, leases, taxes & misc	319,208	269,948	49,260
9 Total expenses	201,039,572	184,756,169	16,283,403
10			
11 Increase(decrease) in retained earnings	-	-	-
12			
13 Retained earnings - beginning of year	-	-	-
14			
15 Retained earnings - end of year	\$ -	\$ -	\$ -

