
Proposed FY07 Budget



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Table of Contents

The LA Story	iii
Budget Highlights.....	1
Funding and Expense/Expenditure Summaries	3
Enterprise Fund Summary of Revenues and Expenses	4
Service Levels	5
FY07 Bus Operating Statistics.....	6
Fare Revenue.....	8
Enterprise Fund	10
Activity Based Bus Cost Model.....	12
Activity Based Light Rail Cost Model.....	14
Activity Based Heavy Rail Cost Model	15
Modal Operating Statistics	16
Capital Program Project List	18
Governmental Funds.....	22
Special Revenue Funds.....	24
Regional Programs	26
Fund Balances.....	28
Organization Chart.....	29
Summary of FY07 Budgeted FTEs by Department.....	30
Summary Expenditures	32
Debt Service Schedule	34
Propositions A & C, and TDA Administration Expenditures and Funding.....	36
Summary of Revenues and Carryover by Source	38
Public Transportation Services Corporation.....	40
Agency Funds	40
Service Authority for Freeway Emergencies.....	44
Exposition Metro Line Construction Authority.....	46

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The LA Story

It's an uplifting tale fit for the movies: idealistic transit agency tackles deeply ingrained car culture and triumphs through innovation, optimism and perseverance.



The hero of this tale is Metro – the Los Angeles County Metropolitan Transportation Authority. Over the past year, Metro stole the scene time and again with service innovations, technological advances and customer - focused initiatives. By the time the curtain came down, we had one of the most productive years in our history, and one of the most satisfied customer bases in the nation.

In short, Metro's 2005 was a blockbuster, filled with moments worth remembering and honoring.

Metro worked tirelessly to improve operations

Ridership and revenues are up – Metro's investment in new services and system improvements are paying major dividends. Ridership and farebox collections both increased.



Customer satisfaction is at an all-time high – The latest survey showed that 84% of customers were satisfied with Metro service, and 83% believed service has improved over the previous year.

Complaints are at an all-time low – Metro's complaints have never been lower. In terms of both actual complaints per month and complaints per 100,000 boardings, monthly complaint totals have dropped 25% this year.

Service productivity has outpaced service allocations – Metro increased revenue service hours 1.4%, while passengers per hour grew 4.7%. This nearly 3-to-1 ratio made Metro the second most productive transit agency in the United States.

Metro aggressively added new services



The Bus Rapid Transit (BRT) system grew rapidly – With more than 300 Metro Rapid buses and 30 Metroliners, Metro is at the halfway point in creating the most extensive BRT network in the country. Twenty-eight Rapid lines with 700+ vehicles will be in operation by 2008.

New Express services launched – The agency pulled out all the stops on two new Metro Express lines – 450X and 577X. Using existing transitways, these routes are faster than driving alone.



Metro Orange Line opens to 83,000 riders – “We begin a new era” Mayor Antonio Villaraigosa declared at the opening celebration of the 14-mile busway. Since its grand opening in October, the 18,000 daily boardings are 3-times the original projections.

Partnerships with local operators make system more seamless – Metro is fortunate to partner with local municipal operators to expand Rapid lines, create new services and offer the regional EZ Transit Pass program. Next on tap is TAP – a regional smart card system.

Metro attracted new customers

Metro Blue Line reached record ridership – The 2nd most successful light rail line in the nation, the 22-mile Blue Line posted more than 76,000 average weekday boardings, the highest ridership since it opened in 1990.

L.A.’s ridership doubles national averages – An APTA report confirmed Metro is doing relatively well in generating ridership. The report showed that Metro bested the national average by almost double.

Discretionary customers grew by 40% – Those hard-to-get “choice” riders now account for three of every 10 riders, up from two of every 10 just three years ago.

Metro added clean, bold, innovative, high-capacity vehicles



Metro offers the coolest, cleanest, most modern vehicles on the road – Sleek designs and vibrant colors highlight one of the most modern fleets on the road today. Color scheme features red for Rapid buses, blue for Express buses, and orange for Local buses.

2,000th Clean Air Bus delivered – Commemorating Earth Day, Metro reached a milestone receiving its 2,000th CNG bus. Metro boasts the largest clean-air fleet in the nation.

Metro continues to order new buses – 200 new high-capacity CNG vehicles were ordered to replace older vehicles. These buses will be assigned to the busiest bus lines. The order includes 94 articulated buses – the 60-foot Metro Liners – and 100 45-foot buses and six 40-foot hybrid coaches.



New rail car airmailed to L.A. –The first of 50 new 2550 light rail cars was flown to Los Angeles via a giant Russian-built cargo plane. These new rail cars were designed to operate on any Metro light rail line. They are scheduled to run on the Gold Line when it extends to East Los Angeles.

Large capacity vehicles improved productivity – Metro was able to carry more people with fewer buses thanks to the new 46-seat NABI 45-foot “Compo-Bus” which is bigger but significantly lighter than a conventional steel-framed bus. In addition Metro added new 60-foot articulated CNG buses to the fleet that seat 50 percent more passengers than a standard 40-foot bus.

Metro advanced L.A.'s rapid transit system



Gold Line extension under construction – Metro initiated construction of the \$989.9 million Metro Gold Line’s Eastside Extension. The six-mile line, which includes 1.8-mile twin tunnels, is slated to open in late 2009.

Exposition Light Rail line to start construction – The newest extension of the 62-station Metro Rail system is scheduled to break ground this summer. It will run 8.5-miles from downtown Los Angeles to Culver City and be completed by 2010. The second phase will extend from Culver City to Santa Monica.

Design/build process pioneered – Metro is using a design-build process to construct highway projects, sound walls, and new facilities and rail lines. It is projected to save 10% to 15% of development costs and 20 months in project delivery time. Using design/build, one contractor designs and constructs a project under a single contract.

Prototype bus terminal opened – Metro completed a new prototype bus terminal that offers passenger and employee amenities. This facility is the model for future Metro customer facilities.



National panel gives subway tunneling the green light – Metro worked with federal officials to assemble an expert panel to revisit tunneling in Los Angeles. The panel endorsed safe tunneling under the heavily congested Wilshire corridor, paving the way to reverse a decade-old federal ban on subway construction in Los Angeles.



Solar panels lowered costs and reduced emissions – Successfully harnessing the Southern California sun, Metro’s Division 15 bus facility found a bright new way to provide 20 percent of its power needs.

I-710 Major Corridor Study approved – Metro moved ahead with plans to overhaul one of the area’s most heavily congested freeways. The project will improve goods movement, handle future growth and improve air quality. The estimated cost is \$5.5 billion.

Metro provided so much more than transit



Freeway Service Patrol aids 350,000 stranded motorists – A fleet of 145 Metro-funded tow trucks assists stranded motorists on over 400 miles of Los Angeles County freeways. The program, operated by SAFE, assists motorists, which keeps traffic moving and reduces congestion. This year the service expanded to include free Big Rig Tow Service for trucks traveling along the Long Beach Freeway.



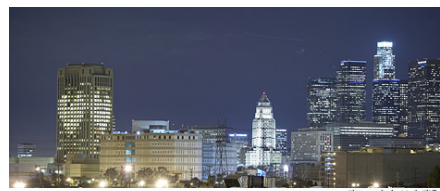
HOV system extends to over 425 lane miles – Servicing fourteen freeway corridors, the network ranks as one of the largest HOV systems in the country.

Metro is fully accessible – Metro is as close to being 100% ADA compliant as an agency can get. All bus lines are accessible with wheelchair lifts or ramps. All stops are now announced through a new automated audio system that was activated this year. The rail system is equipped for passengers with hearing, mobility and visual impairments. In addition, Metro is the primary funding partner of Access Services, Inc. – a regional paratransit service.

Metro helps keep Metrolink on track – Metro is a primary funding partner for Metrolink, Southern California's 495-mile commuter rail system. Metrolink has nearly 40,000 daily boardings.

Metro was everywhere in the community

Sectors brought Metro to the community – Metro's five local service sectors bring operating decisions to the people. This decentralized community approach to transit management helped Metro give riders the services they wanted. In addition to sectors, Metro was heavily involved in hundreds of local events and community activities.



Metro showed L.A. some love – Mark Clifford's spectacular photograph captured Metro's Valentine's Day display using its headquarters' office lights against the downtown L.A. cityscape.

Docent Council provided over 2,500 guided tours – While docent programs are common at museums, Metro is the first transit agency to create such a program for visitors.

Greater Los Angeles Vendor Fair draws 1,400 – Attendees at the 11th annual Metro-sponsored event crowded the LA Convention Center to learn how to tap into billions of dollars of local contract opportunities in Los Angeles County.



500 transportation leaders gather at Mobility 21 – Mayor Antonio Villaraigosa urged advocates to "work together as a region to secure funding." Metro, the L.A. Chamber of Commerce and AAA formed Mobility 21.

Now in its 3rd year, leaders are working to fund L.A.'s "Top Ten Traffic Busters," including expansion of light rail lines, more carpool lanes, street and highway and freight corridor improvements.

***Safety and security
are top priorities***

Metro operations exceeded lofty safety goals – Vehicle accidents and workers compensation claims went down. Agency-wide 'Safety's First' initiative coupled with vastly improved workers comp management is credited for the accomplishments.



Canine 'Deputies' on the job at Metro – These deputy dogs are used in search and rescue as well as firearms and explosive detection.

Metro security bolstered using several grants – The U.S. Department of Homeland Security provided funding for improved security and Metro took full advantage. By adding high-tech surveillance equipment, Metro's security is at a level unsurpassed by any other U.S. transit agency.

940 days without a lost-time injury – Metro's concerted effort to remind employees that safety is first paid off big at Metro's Central Maintenance Facility. Almost three years without a serious accident is quite impressive.



Safety at schools – Metro delivered safety presentations via 4-D 'Metro Experience' mobile theater to over 153,000 students, teachers and parents.

***Metro seamlessly
integrated technology***



Metro's website, metro.net, recorded over 200 million visitors – The popular metro.net launched new features including Metro Store online, a virtual rail tour and pass sales online. The site also offers an interactive trip planner, ridematching and comprehensive transit service information for the entire Southern California region.

Universal Fare System project moved into high gear – New ticket vending machines, validators and fareboxes are being installed throughout the Metro system in preparation for the launch of TAP or Transit Access Pass, a smart card fare payment system that will be launched within the year.

Signal synchronization is keeping traffic moving – Metro has partnered with cities to improve signal synchronization. The signal network helps move buses and cars along city streets up to 25% faster.

Metro put customers first

Patrons give Metro high marks – A recent customer survey showed that an overwhelming majority of customers give Metro high marks with regard to service: “I feel safe” – 87%; “I had a seat” – 80%; “Operators are courteous” – 80%; “Metro is clean” – 77%; “Metro is on time” – 72%.



New Transit TVs get high ratings – Metro contracted with Transit TV to provide a new customer amenity. The TVs provide news, sports and entertainment. A survey revealed that nearly 9 out of 10 customers prefer riding with the TVs onboard.

Reported graffiti down 20% – Reports of graffiti on the fleet are down for the first time in Metro’s history. It may be the new buses or the onboard TVs - or it could be the aggressive law enforcement that has resulted in 24 graffiti and vandalism arrests over the last year. Regardless, graffiti is a great thing NOT to see.

Metro is making communities livable



Transit-oriented development making communities more livable – A mixed-use transit village with low-income housing, retail space, and a daycare center appears at one station; a luxury W Hotel, shops and restaurants are planned at another; apartment and condo residences top a row of shops and restaurants at a third development. Metro has accelerated joint development and mixed-use efforts and has 23 projects in various stages of development.

Metro Art receives 3 national awards – Citations include regional AIA award for "improving the quality of life in the region". Over 30 new artworks were installed during 2005, including displays for the new Metro Orange Line.

Metro maximized marketing by design

Metro’s in-house Design Studio featured in Communication Arts – For the first time in its 45- year history, Communication Arts, the world’s largest design magazine, will feature a public agency’s design work. Metro was selected for its comprehensive approach to design.

Marketing kept in-house – All of Metro’s award-winning marketing and advertising materials are produced in-house – maximizing resources and quality of work.

Positive media coverage at record level – Metro reversed a negative trend and garnered over 60% positive media coverage of agency’s efforts. This market value of news media peaked at \$17 million in one month.

Metro got down to business

Employer pass sales double – Metro offers employers a complete line of transit and rideshare programs. As a result, monthly pass sales increased from \$272,158 in FY02 to

\$579,333 and the reported number of riders has nearly tripled, increasing from 16,417 to 46,246. All-in-all, over 1,140 worksites and 557,450 employees are in some type of Metro employer program.

Registered carpoolers up 167% –

Responding to programs such as Metro Rewards, carpool registrations explode, growing from 38,803 in FY02 to 103,710 today.

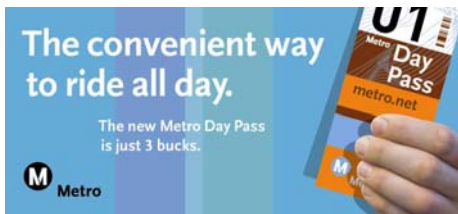


Universities offer Metro passes – USC, UCLA, LACC and Pierce College have enrolled in Metro pass programs for students and staff.

K-12 student pass sales grow 45% – The student pass program was greatly simplified – red tape was eliminated. The result: a 45% increase in student pass sales.

New Pass programs offered – The New Employee, New Resident, Jury Pass and Guaranteed Ride Home programs are all new and all getting people out of their cars.

Vanpool participation is up 45% – Metro-organized vanpools have grown from 649 in FY02 to 945 today.



Day Pass boosts farebox revenues – Revenues increased thanks to a variety of customer choices, such as the popular \$3 Day Pass, which 35% of Metro customers use daily.

School Pool for parents and kids – Schools are participating in Metro’s School Pool program, which creates ridesharing matches for parents to get their children to school.

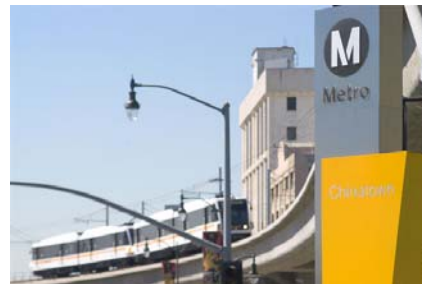
Retail network makes pass buying easy – With 600+ outlets countywide, Metro passes are typically right around the corner.



Arthur Winston is Metro’s Employee of the Century – After 76 years of service to Metro, Mr. Winston celebrated his 100th birthday by retiring. His storied career was covered nationally.

Metro helped generate transportation funds

\$4.5 billion in federal funding secured for Los Angeles County – Metro lobbied hard to bring federal funds to the region. In the latest reauthorization bill, \$4.5 billion was allocated to Los Angeles County. A variety of critical items were funded, including \$833 million in specific highway and transit project funds programmed by Metro.



Eastside rail receives \$490.7 million full funding agreement – The pact funds the six-mile extension of the Metro Gold Line to East L.A. that is currently under construction.

***New approaches applied
to old problems***

All administrative policies updated – Momentous team effort brings each and every Metro administrative policy up-to-date. Much of the policy work serves as a model and is being utilized by other local agencies.

Interest-based labor approach utilized – Stressing cooperation and open communications, Metro begins negotiating three labor contracts with the goal of building

trust beyond negotiations and improving labor/management relations.

Strength in numbers – With more than 87% of Metro’s employees being women and/or minorities, Metro is one of the most diverse organizations in the country from top to bottom. We believe this is one of our greatest strengths in addressing issues relating to our constituents and improving our services.

Budget Highlights

Metro Bus and Metro Rail Operations

The Enterprise Fund includes 7.8 million Metro Bus and Metro Orange Line revenue service hours and 700,000 Metro Rail revenue service hours. Services are increased in accordance with Consent Decree decisions and capacity requirements. Budget highlights are the following:

- Increase bus service by 95,749 hours to provide more frequent service on the Metro Rapid lines.
- Increase rail service by 36,372 hours to reduce overcrowding and provide more capacity on the Metro Blue Line.
- Increase hours of service on the Orange Line to accommodate one full year of operation.
- Improve transit security through implementation of Homeland Security grants to provide security cameras at Metro bus divisions and the Gateway Center.
- Implement 7 new Metro Rapid lines at the following locations:
 - Long Beach Blvd. & Pacific Ave.
 - Reseda Blvd.
 - San Fernando Rd. & Lankershim Blvd.
 - Santa Monica Blvd.
 - Central Ave between downtown Los Angeles & the Blue and Green Lines.
 - Pico Blvd. (operated by City of Santa Monica's Big Blue Bus).
 - Atlantic Blvd. & Fair Oaks Blvd.
- Continue the bus preventive maintenance program with completion of up to 200 mid-life bus overhauls.
- Complete the project construction phase of the new automated fare

collection system Transit Access Pass (TAP) and begin testing for regional implementation.

Metro Bus and Metro Rail Capital Program

The FY07 annual expenditure for the capital program is budgeted at \$641.0 million and includes major construction projects as well as bus and rail infrastructure projects. Capital program highlights are the following:

- Begin comprehensive division refurbishment project at Divisions 5, 10, and 18.
- Complete construction of a sector office and transportation building at Metro Division 9 in El Monte.
- Receive and put into service 94 articulated buses.
- Receive and put into service 19 light rail vehicles.
- Continue tunneling operation for Metro Gold Line Eastside extension and complete excavation of station boxes and east and west portals
- Complete the 101 Freeway overcrossing structure.
- Award the design-build contract and complete preliminary engineering and real estate acquisitions for the Mid-City Exposition Light Rail project.

Countywide Planning and Development

Countywide Planning and Development will continue its responsibilities for Regional Transportation Planning and administration and programming of regional funds. Budget highlights are the following:

- Update the Long Range Transportation Plan.
- Initiate 2006 Call for Projects process, recertification and deobligation activities.
- Conduct Environmental Impact Study/Environmental Impact Report (EIS/EIR) for State Route 2 Southern Freeway terminus and transportation efficiency improvements to Glendale Blvd.
- Complete multi-county Goods Movement Action Plan.
- Continue deployment for bus signal priority on Metro Rapid corridors outside of the City of Los Angeles.
- Initiate construction for a design/build soundwall on State Route 134.
- Extend the Wilshire bus lane.
- Design Crenshaw Corridor enhancements.
- Continue San Fernando Valley North-South corridor enhancements.
- Initiate new federal Human Services Transportation Planning provisions required under the SAFETEA-LU bill.
- Conduct semi-annual customer satisfaction surveys, an annual general public opinion study and various research efforts on new Metro services initiatives to determine agency performance and service effectiveness.
- Construct 5 major permanent art projects and 18 temporary art projects to enhance rider experience and attract new ridership.
- Implement a new regional guaranteed ride home program to assist commuters who ride transit, carpool or vanpool and must leave work unexpectedly due to family emergency or illness as a low-cost strategy for eliminating a common barrier to ridesharing.

Budget Assumptions

Other Highlights

- Fare revenues are forecast at \$0.59 per boarding with a 5.9% increase in boardings, consistent with FY06 experience.
- New sales tax revenues are forecast to be \$1,741.8 million consistent with the Financial Standards.
- Expenditures/expenses grow \$164.8 million or 5.7%.
- Salaries and wages increase 2% for all labor groups (except for AFSCME at 8.4%).
- Fuel expenditures increase by \$14 million consistent with the FY06 experience.
- Increased agency-wide budgeted full-time positions by 62 from 8,918 to 8,980 due to service increases for the Orange Line and the Consent Decree.
- Reduced expenditures by 20% in office supplies, travel and training, and professional services.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Funding and Expense/Expenditure Summaries

Summary of Funding by Source

(Dollars in millions)	FY03 Actual		FY04 Actual		FY05 Actual		FY06 Budget		FY07 Proposed	
Sales Tax (1)	\$1,559.0	70.2%	\$1,514.0	66.8%	\$1,587.5	60.4%	\$1,686.1	59.1%	\$1,912.7	63.1%
Federal, State, & Local Grants	345.0	15.5%	377.2	16.6%	488.5	18.6%	602.3	21.1%	598.9	19.8%
Passenger Fares & Advertising	261.5	11.8%	233.4	10.3%	284.2	10.8%	289.9	10.2%	294.8	9.7%
Net Proceeds from Financing	-	0.0%	82.4	3.6%	185.6	7.1%	167.5	5.9%	155.7	5.1%
Other (2)	56.1	2.5%	61.0	2.7%	80.8	3.1%	109.1	3.8%	69.0	2.3%
Total Funding Sources	\$2,221.6	100.0%	\$2,268.0	100.0%	\$2,626.7	100.0%	\$2,854.8	100.0%	\$3,031.0	100.0%

Summary of Expenses/Expenditures by Program

(Dollars in millions)	FY03 Actual		FY04 Actual		FY05 Actual		FY06 Budget		FY07 Proposed	
Countywide Bus										
Metro Bus										
Operating (3)	\$763.0	34.3%	\$725.5	32.0%	\$780.0	29.7%	\$842.4	29.5%	\$894.4	29.5%
Capital	78.8	3.5%	131.4	5.8%	178.2	6.8%	150.0	5.3%	192.2	6.3%
Orange Line	32.2	1.4%	76.0	3.4%	119.8	4.6%	70.0	2.5%	14.7	0.5%
Metro Bus Subtotal	874.0	39.3%	933.0	41.1%	1,078.0	41.0%	1,062.4	37.2%	1,101.3	36.3%
Municipal Operator and Paratransit Programs (4)	253.7	11.4%	240.9	10.6%	260.4	9.9%	230.1	8.1%	237.0	7.8%
Countywide Bus Subtotal	1,127.7	50.8%	1,173.9	51.8%	1,338.4	51.0%	1,292.5	45.3%	1,338.3	44.2%
Countywide Rail										
Metro Rail										
Operating (3)	150.4	6.8%	179.4	7.9%	207.2	7.9%	225.3	7.9%	230.8	7.6%
Capital	19.8	0.9%	15.1	0.7%	22.5	0.9%	41.5	1.5%	27.4	0.9%
Rail Construction	64.4	2.9%	42.7	1.9%	48.1	1.8%	70.3	2.5%	70.0	2.3%
LRT-Eastside/Expo	41.5	1.9%	43.2	1.9%	190.3	7.2%	273.0	9.6%	335.2	11.1%
Metro Rail Subtotal	276.1	12.4%	280.4	12.4%	468.1	17.8%	610.0	21.4%	663.5	21.9%
Metrolink	38.8	1.7%	39.6	1.7%	42.1	1.6%	57.9	2.0%	57.0	1.9%
Countywide Rail Subtotal	314.9	14.2%	320.0	14.1%	510.2	19.4%	667.8	23.4%	720.4	23.8%
Sales tax return to local jurisdictions	239.9	10.8%	249.6	11.0%	280.7	10.7%	269.1	9.4%	300.7	9.9%
Streets and Highways	146.8	6.6%	146.8	6.5%	138.7	5.3%	249.9	8.8%	289.6	9.6%
Debt Service (5)	308.8	13.9%	312.3	13.8%	286.9	10.9%	309.7	10.8%	305.7	10.1%
Other Governmental	83.5	3.8%	65.4	2.9%	71.8	2.7%	65.7	2.3%	76.1	2.5%
Total Expenditures	\$2,221.6	100.0%	\$2,268.0	100.0%	\$2,626.7	100.0%	\$2,854.8	100.0%	\$3,031.0	100.0%

- (1) Sales tax revenues include the use of carryover balances.
- (2) Primarily investment income and/or proceeds on lease/leaseback to service.
- (3) Details shown on pages 10-11.
- (4) ASI Paratransit: federal amounts included in prior years have been excluded in FY06 and FY07 because ASI will receive federal funds directly.
- (5) Includes principal liability payments and Benefit Assessment District debt payments, but excludes debt refunding and defeased lease. Proprietary fund includes principal payments of \$19.8 million in FY03, \$16.3 million in FY04, \$12.0 million in FY05 \$12.0 million for FY06 and \$12.1 million in FY07.

Note: Totals may not add due to rounding.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Enterprise Fund Summary of Revenues and Expenses

**Statement of Revenues and Expenses
For the Years Ending June 30, 2005, 2006, and 2007**

(Amounts in millions)

Enterprise Fund Summary	FY05 Actual	FY06 Budget	FY07 Proposed
1 Operating revenues:			
2 Passenger fares	\$ 269.6	\$ 263.7	\$ 278.5
3 Route subsidies	0.5	0.5	0.5
4 Advertising	14.7	15.7	16.2
5 Total operating revenues	284.8	279.9	295.3
6 Operating expenses:			
7 Operating	825.2	875.6	922.8
8 General & administrative	161.9	192.1	202.7
9 Operating expenses, excluding depreciation:	987.1	1,067.7	1,125.5
10 Operating loss	(702.3)	(787.8)	(830.2)
11 Operating subsidies and grants (other expenses):			
12 Local operating grants	0.2	-	-
13 State operating grants	(0.1)	0.8	-
14 Federal operating grants	217.1	210.2	188.1
15 Interest revenues	6.3	3.8	0.5
16 Net appreciation (decline) in fair value of investments	(4.1)	-	-
17 Debt (expense)	(15.2)	(14.5)	(14.3)
18 Gain (loss) on disposition of fixed assets	0.6	3.9	-
19 Other revenue	5.3	4.0	2.7
20 Total operating subsidies and grants (other expenses)	210.1	208.0	177.1
21 Gain (loss) before debt and capital items	(492.3)	(579.8)	(653.2)
22 Debt service & capital grants / contributions:*			
23 Local			
24 Capital	2.2	4.7	0.2
25 Debt service other revenues	2.5	13.0	2.4
26 Proceeds from financing	185.6	167.5	155.7
27 State - capital	21.0	68.5	178.3
28 Federal - capital	221.6	269.6	187.1
29 Total debt service & capital grants / contributions	432.9	523.2	523.6
30 Capital program:			
31 Operating capital	207.2	191.5	221.1
32 Major construction	360.8	413.3	419.9
33 Total capital program	568.0	604.8	641.0
34 Debt service expenses:*			
35 Interest expense	143.3	164.4	152.3
36 Principal payments	153.8	103.8	111.9
37 Services	(2.1)	2.1	2.5
38 Total debt service expenses	295.1	270.3	266.6
39 Transfers In	922.4	931.5	1,037.0
40 Net surplus (deficit)	\$ -	\$ -	\$ -

* Excludes defeased leases and includes non-cash items.

Note: Totals may not add due to rounding.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Service Levels

Mode		Revenue Service Hours	Revenue Service Miles	Unlinked Passenger Trips	Passenger Miles
Bus	Local & Rapid	7,120,899	87,175,141	368,481,801	1,365,079,336
	Orange Line	80,177	1,342,032	5,146,900	36,028,300
	Contracted Svc	550,285	6,652,000	12,631,000	46,608,390
	Subtotal Bus	7,751,361	95,169,172	386,259,701	1,447,716,026
Rail	Blue Line	221,197	4,845,876	25,512,575	176,956,446
	Green Line	89,850	2,755,827	10,647,776	73,188,515
	Gold Line	76,633	1,723,935	5,617,827	39,303,558
	Red Line	267,831	6,295,757	38,868,115	183,467,442
	Subtotal Rail	655,511	15,621,395	80,646,293	472,915,961
Totals		8,406,872	110,790,567	466,905,994	1,920,631,987

Cost Per Unit of Service

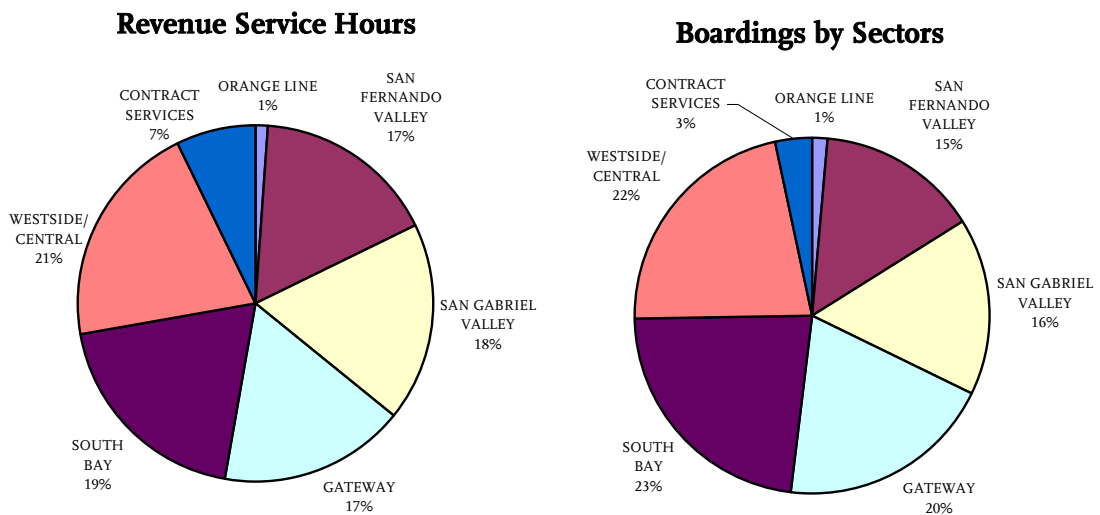
Mode		Revenue Service Hours	Revenue Service Miles	Unlinked Passenger Trips	Passenger Miles
Bus	Local & Rapid	\$117.12	\$9.57	\$2.26	\$0.61
	Orange Line	\$243.18	\$14.53	\$3.79	\$0.54
	Contracted Svc	\$68.49	\$5.67	\$2.98	\$0.81
	Subtotal Bus	\$114.98	\$9.36	\$2.31	\$0.62
Rail	Blue Line	\$282.71	\$12.90	\$2.45	\$0.35
	Green Line	\$440.80	\$14.37	\$3.72	\$0.54
	Gold Line	\$552.54	\$24.56	\$7.54	\$1.08
	Red Line	\$322.39	\$13.72	\$2.22	\$0.47
	Subtotal Rail	\$352.14	\$14.78	\$2.86	\$0.49
Combined Bus & Rail		\$133.47	\$10.13	\$2.40	\$0.58

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

FY07 Bus Operating Statistics

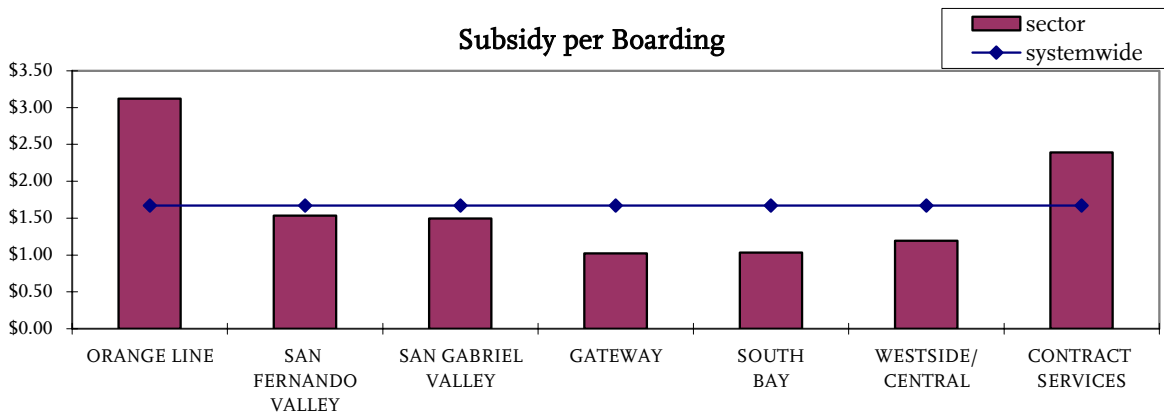
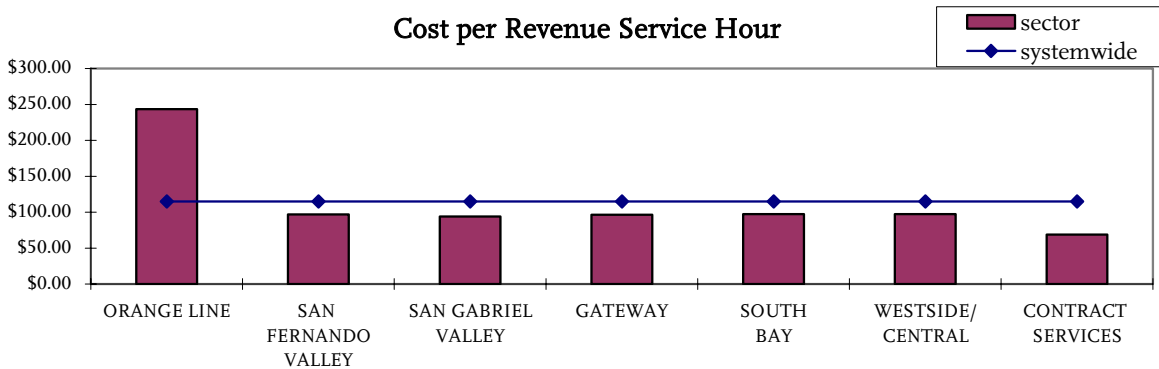
	Orange Line	San Fernando Valley	San Gabriel Valley	Gateway Cities
Boardings (000)	5,147	57,406	61,616	76,905
Revenue Service Hours (000)	80	1,289	1,404	1,325
Revenue Service Miles (000)	1,342	17,822	17,613	14,762
Hub Miles (000)	1,465	21,768	20,862	18,359
Boardings Per Revenue Service Hour	64.2	44.5	43.9	58.1
Passenger Miles (000)	36,028	198,547	231,061	288,392
Cost Per Revenue Service Hour	\$243.18	\$96.71	\$93.99	\$96.23
Cost Per Passenger Mile	\$0.54	\$0.63	\$0.57	\$0.44
Cost Per Boarding	\$3.79	\$2.17	\$2.14	\$1.66
Subsidy Per Boarding	\$3.12	\$1.53	\$1.50	\$1.02
Subsidy Per Passenger Mile	\$0.45	\$0.44	\$0.40	\$0.27
Fare Recovery Ratio	15.6%	27.2%	27.6%	35.6%
Fare Revenue per Boarding	\$0.59	\$0.59	\$0.59	\$0.59

* Systemwide statistics include bus operating expenses from support activities not assigned directly to sector management, such as in Central Maintenance, Central Control & Instruction, Facilities, and Administrative Support.



**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

	South Bay	Westside/ Central	Contract Services	Systemwide *
Boardings (000)	87,794	84,761	12,631	386,260
Revenue Service Hours (000)	1,500	1,603	550	7,751
Revenue Service Miles (000)	18,361	18,617	6,652	95,169
Hub Miles (000)	22,929	22,534	-	107,917
Boardings Per Revenue Service Hour	58.5	52.9	23.0	49.8
Passenger Miles (000)	329,226	317,854	46,608	1,447,716
Cost Per Revenue Service Hour	\$97.16	\$97.13	\$68.49	\$114.98
Cost Per Passenger Mile	\$0.44	\$0.49	\$0.81	\$0.62
Cost Per Boarding	\$1.66	\$1.84	\$2.98	\$2.31
Subsidy Per Boarding	\$1.03	\$1.19	\$2.39	\$1.67
Subsidy Per Passenger Mile	\$0.28	\$0.32	\$0.65	\$0.45
Fare Recovery Ratio	35.6%	32.2%	19.8%	25.6%
Fare Revenue per Boarding	\$0.59	\$0.59	\$0.59	\$0.59

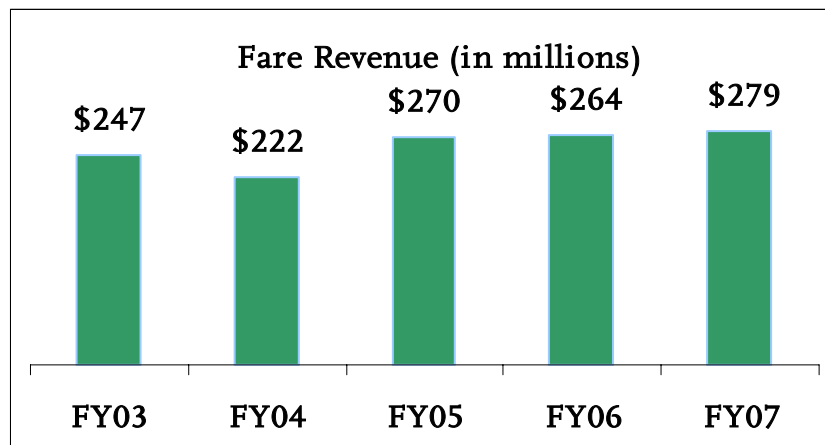


Fare Revenue

The chart below depicts actual passenger fare revenue received in FY03 through FY05, plus budgeted receipts for FY06 and FY07. In FY04, a 35-day strike partially offset by a fare restructuring resulted in a 10% drop in fare revenue. As a consequence of the fare restructuring and uninterrupted service, FY05 fare revenue

shows growth over FY04. Fare revenue in FY07 is projected to grow by 6% due to increased boardings and continued shifts to discounted media.

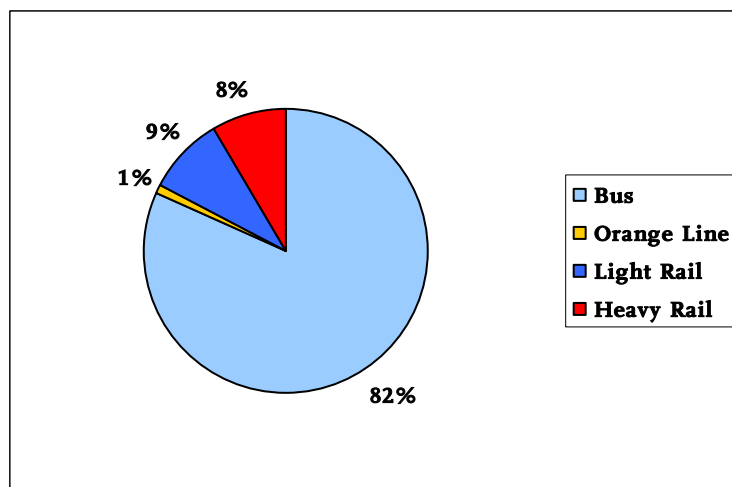
Fare revenue is allocated among modes and lines according to ridership estimates for each line.



Fare Revenue by Mode

The chart below illustrates the estimated FY07 fare revenue by mode. As shown on

the graph, most of Metro's fare revenue is attributed to bus operations.



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**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Enterprise Fund

**Statement of Revenues and Expenses
For the Years Ending June 30, 2005, 2006, and 2007**

(Amounts in millions)

Enterprise Fund by Mode	Bus Rapid Transit			Bus			Light Rail		
	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed
1 Operating revenues:									
2 Passenger fares *	\$ -	\$ 1.7	\$ 3.0	\$ 233.4	\$ 219.3	\$ 226.0	\$ 19.9	\$ 21.6	\$ 24.7
3 Route subsidies	-	-	-	0.5	0.5	0.5	-	-	-
4 Advertising	-	0.2	0.4	13.1	15.5	15.8	1.0	-	-
5 Total operating revenues	-	1.9	3.4	247.0	235.2	242.3	20.9	21.6	24.7
6									
7 Operating expenses:									
8 Operating	-	11.9	17.0	652.3	697.4	738.2	109.5	108.4	104.3
9 General & administrative	-	1.5	2.5	125.6	129.3	134.2	22.1	38.7	40.2
10 Operating expenses, excluding depreciation:	-	13.3	19.5	777.9	826.7	872.3	131.6	147.1	144.5
11									
12 Operating loss	-	(11.4)	(16.1)	(530.9)	(591.4)	(630.0)	(110.6)	(125.5)	(119.8)
13									
14 Operating subsidies and grants (other expenses):									
15 Local operating grants	-	-	-	0.1	-	-	-	-	-
16 State operating grants	-	-	-	(0.1)	0.8	-	-	-	-
17 Federal operating grants	-	9.8	13.2	146.8	152.7	124.9	51.3	39.4	30.2
18 Interest revenues	-	-	-	6.3	3.8	0.5	-	-	-
19 Net (decline) in fair value of investments	-	-	-	(4.1)	-	-	-	-	-
20 Debt (expense)	-	-	-	(15.2)	(14.5)	(14.3)	-	-	-
21 Gain (loss) on disposition of fixed assets	-	-	-	0.6	3.9	-	-	-	-
22 Other revenue	-	-	-	5.3	2.6	2.6	-	0.9	0.1
23 Total operating subsidies and grants (other expenses)	-	9.8	13.2	139.8	149.2	113.7	51.3	40.3	30.3
24									
25 Gain (loss) before debt and capital items	-	(1.6)	(2.9)	(391.1)	(442.2)	(516.3)	(59.3)	(85.2)	(89.5)
26									
27 Debt service & capital grants / contributions:**									
28 Local									
29 Capital	-	1.0	0.2	2.1	0.7	-	-	3.0	-
30 Debt service grants/other revenues	-	-	-	0.4	10.9	0.4	1.9	1.8	1.8
31 Proceeds from financing	83.3	53.7	23.8	5.0	8.0	36.1	87.5	93.5	89.7
32 State - capital	16.6	-	-	2.0	24.7	-	2.4	43.8	178.3
33 Federal - capital	13.6	17.5	3.5	106.5	67.2	65.7	99.8	181.8	115.6
34 Total debt service & capital grants / contributions	113.6	72.2	27.5	116.1	111.4	102.1	191.6	323.9	385.4
35									
36 Capital program:									
37 Operating capital	-	-	-	186.5	155.2	197.6	19.9	29.7	13.2
38 Major construction	121.7	88.6	28.8	5.9	2.8	-	206.4	309.6	385.1
39 Total capital program	121.7	88.6	28.8	192.4	158.0	197.6	226.3	339.3	398.3
40									
41 Debt service expenses:**									
42 Interest expense	-	-	-	9.3	11.8	12.3	101.0	114.6	103.7
43 Principal payments	-	-	-	15.1	14.8	11.9	110.8	66.7	73.4
44 Services	-	-	-	(0.1)	0.5	0.4	(1.5)	1.4	1.6
45 Total debt service expenses	-	-	-	24.3	27.1	24.5	210.2	182.7	178.8
46									
47 Transfers In	8.1	17.9	4.2	491.8	515.9	636.4	304.1	283.3	281.2
48									
49 Net surplus (deficit)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

* Intermodal allocation methodology was revised subsequent to FY05

** Excludes defeased leases and includes non-cash items

Note: Totals may not add due to rounding

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

	Heavy Rail			Non-Modal Regional			Total		
	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed
1									
2	\$ 16.3	\$ 21.1	\$ 24.8	\$ -	\$ -	\$ -	\$ 269.6	\$ 263.7	\$ 278.5
3	-	-	-	-	-	-	0.5	0.5	0.5
4	0.5	-	-	-	-	-	14.7	15.7	16.2
5	16.8	21.1	24.8	-	-	-	284.8	279.9	295.3
6									
7									
8	63.2	57.7	63.1	0.2	0.2	0.3	825.2	875.6	922.8
9	12.5	20.4	23.3	1.8	2.2	2.5	161.9	192.1	202.7
10	75.7	78.0	86.3	2.0	2.4	2.8	987.1	1,067.7	1,125.5
11									
12	(58.9)	(56.9)	(61.5)	(2.0)	(2.4)	(2.8)	(702.3)	(787.8)	(830.2)
13									
14									
15	-	-	-	-	-	-	0.1	-	-
16	-	-	-	-	-	-	(0.1)	0.8	-
17	19.0	8.3	19.8	-	-	-	217.1	210.2	188.1
18	-	-	-	-	-	-	6.3	3.8	0.5
19	-	-	-	-	-	-	(4.1)	-	-
20	-	-	-	-	-	-	(15.2)	(14.5)	(14.3)
21	-	-	-	-	-	-	0.6	3.9	-
22	-	0.5	0.1	-	-	-	5.3	4.0	2.7
23	19.0	8.8	19.9	-	-	-	210.1	208.0	177.1
24									
25	(39.9)	(48.1)	(41.7)	(2.0)	(2.4)	(2.8)	(492.3)	(579.8)	(653.2)
26									
27									
28									
29	0.1	-	-	-	-	-	2.2	4.7	0.2
30	0.3	0.3	0.2	-	-	-	2.5	13.0	2.4
31	9.7	12.3	6.0	-	-	-	185.6	167.5	155.7
32	-	-	-	-	-	-	21.0	68.5	178.3
33	1.6	3.2	2.4	-	-	-	221.6	269.6	187.1
34	11.7	15.7	8.6	-	-	-	432.9	523.2	523.6
35									
36									
37	0.8	6.6	10.2	-	-	-	207.2	191.5	221.1
38	26.9	12.3	6.0	-	-	-	360.8	413.3	419.9
39	27.7	18.9	16.2	-	-	-	568.0	604.8	641.0
40									
41									
42	33.1	38.1	36.2	-	-	-	143.3	164.4	152.3
43	28.0	22.3	26.6	-	-	-	153.8	103.8	111.9
44	(0.5)	0.2	0.4	-	-	-	(2.1)	2.1	2.5
45	60.5	60.6	63.2	-	-	-	295.1	270.3	266.6
46									
47	116.4	112.0	112.5	2.0	2.4	2.8	922.4	931.5	1,037.0
48									
49	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Activity Based Bus Cost Model

Activities	FY06 Budget		FY07 Proposed		FY06 to FY07	
	Dollars	\$/RSH	Dollars	\$/RSH	Dollars	\$/RSH
Transportation						
Wages & Benefits	\$ 303,865,755	\$ 43.09	\$ 316,504,018	\$ 44.45	\$ 12,638,263	\$ 1.36
Materials & Supplies	390,138	0.06	307,527	0.04	(82,611)	(0.01)
Training	5,303,984	0.75	5,238,436	0.74	(65,548)	(0.02)
Control Center	6,785,411	0.96	7,496,175	1.05	710,764	0.09
Scheduling & Planning	3,409,472	0.48	3,568,842	0.50	159,370	0.02
Sub-Total	319,754,760	45.34	333,114,997	46.78	13,360,237	1.44
Division Maintenance						
Wages & Benefits	103,378,061	14.66	106,580,003	14.97	3,201,942	0.31
Fuel	45,721,652	6.48	59,614,136	8.37	13,892,484	1.89
Materials & Supplies	37,069,718	5.26	39,925,145	5.61	2,855,426	0.35
Fueling Contractor Reimb.	(1,721,575)	(0.24)	(2,501,373)	(0.35)	(779,798)	(0.11)
Sub-Total	184,447,857	26.15	203,617,911	28.59	19,170,054	2.44
RRC Regular Maintenance						
Wages & Benefits	6,293,948	0.89	5,975,598	0.84	(318,351)	(0.05)
Materials & Supplies	2,871,153	0.41	4,233,036	0.59	1,361,883	0.19
Maintenance Services	194,718	0.03	194,110	0.03	(608)	(0.00)
Sub-Total	9,359,819	1.33	10,402,744	1.46	1,042,925	0.13
RRC Preventive Maintenance						
Power Plant Assembly	7,692,604	1.09	5,633,863	0.79	(2,058,741)	(0.30)
Accident Repair	1,790,970	0.25	1,774,199	0.25	(16,771)	(0.00)
Wheelchair Lifts	275,640	0.04	262,945	0.04	(12,695)	0.01
Painting	838,196	0.12	800,966	0.11	(37,230)	(0.01)
Windows	18,010	0.00	19,387	0.00	1,377	0.00
Sub-Total	10,615,419	1.51	8,491,360	1.19	(2,124,060)	(0.31)
Other Maintenance						
Maintenance Support	12,045,828	1.71	17,856,757	2.51	5,810,929	0.80
Non-Revenue Vehicles	4,135,940	0.59	4,485,456	0.63	349,515	0.04
Facilities Maintenance	27,958,214	3.96	30,571,046	4.29	2,612,832	0.33
Training	1,585,099	0.22	1,638,434	0.23	53,335	0.01
Sub-Total	45,725,081	6.48	54,551,693	7.66	8,826,612	1.18
Sub-Total Maintenance	\$ 250,148,176	\$ 35.47	\$ 277,063,707	\$ 38.91	\$ 26,915,531	\$ 3.44

Note: RSH = Revenue Service Hour

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Activities	FY06 Budget		FY07 Proposed		FY06 to FY07	
	Dollars	\$/RSH	Dollars	\$/RSH	Dollars	\$/RSH
39 Other Operating Costs						
40 Transit Security	\$ 19,332,935.00	\$ 2.74	\$ 20,422,184.01	\$ 2.87	\$ 1,089,249.01	\$ 0.13
41 General Managers	14,316,071	2.03	18,137,841	2.55	3,821,769	0.52
42 Revenue	12,509,556	1.77	12,946,883	1.82	437,327	0.04
43 Service Development	2,860,380	0.41	2,527,008	0.35	(333,372)	(0.05)
44 Safety	2,037,346	0.29	1,897,237	0.27	(140,109)	(0.02)
45 Casualty & Liability	45,376,147	6.43	47,279,346	6.64	1,903,200	0.21
46 Workers' Comp	53,695,179	7.61	47,777,265	6.71	(5,917,913)	(0.90)
47 Transitional Duty Program	2,248,862	0.32	2,226,965	0.31	(21,897)	(0.01)
48 Other Metro Operations	11,722,491	1.66	13,112,317	1.84	1,389,826	0.18
49 Building Costs	5,073,821	0.72	7,482,882	1.05	2,409,061	0.33
50 Employee Subsidy & Fringe	792,118	0.11	814,386	0.11	22,268	0.00
51 Copy Services	992,920	0.14	1,019,183	0.14	26,263	0.00
52 Sub-Total	170,957,826	24.24	175,643,498	24.67	4,685,672	0.43
53						
54 Total Bus Project	48,606,664	6.89	48,207,115	6.77	(399,549)	(0.12)
55						
56 Total Local & Rapid	789,467,427	111.94	834,029,318	117.12	44,561,891	5.18
57 Revenue Service Hours	7,052,542		7,120,899		68,357	
58						
59 Purchased Transportation						
60 Contracted Service	33,441,758	62.00	35,585,306	64.67	2,143,548	2.66
61 Security	1,478,491	2.74	1,578,175	2.87	99,684	0.13
62 Administration	758,765	1.41	525,084	0.95	(233,681)	(0.45)
63 Sub-Total	35,679,014	66.15	37,688,564	68.49	2,009,550	2.34
64 Revenue Service Hours	539,345		550,285		10,940	
65						
66 Orange Line						
67 Direct	6,239,609	97.91	10,678,289	133.18	4,438,680	35.27
68 Indirect	1,169,161	18.35	1,982,724	24.73	813,564	6.38
69 Security	6,558,848	102.92	6,174,141	77.01	(384,707)	(25.92)
70 Workers' Comp	413,945	6.50	662,410	8.26	248,466	1.77
71 Sub-Total	14,381,562	225.68	19,497,565	243.18	5,116,003	17.50
72 Revenue Service Hours	63,725		80,177		16,452	
73						
74 Total Excluding Debt	839,528,003	\$ 109.66	891,215,447	\$ 114.98	51,687,444	\$ 5.31
75 Revenue Service Hours	7,655,612		7,751,361		95,749	
76						
77 Enterprise Fund Debt						
78 Interest	2,555,149		2,209,036		(346,113)	
79 Administration	469,203		444,557		(24,646)	
80 Sub-Total	3,024,352		2,653,593		(370,759)	
81						
82 Total Bus Project	\$ 842,552,355		\$ 893,869,040		\$ 51,316,685	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Activity Based Light Rail Cost Model

Activities	FY06 Budget		FY07 Proposed		FY06 to FY07	
	Dollars	\$/RSH	Dollars	\$/RSH	Dollars	\$/RSH
1 Transportation						
2 Wages & Benefits	\$ 21,363,337.07	\$ 59.91	\$ 22,143,566.19	\$ 57.12	\$ 780,229.12	\$ (2.80)
3 Materials & Supplies	177,397	0.50	\$151,690	0.39	(25,707)	(0.11)
4 Other	24,555	0.07	\$70,467	0.18	45,912	0.11
5 Sub-Total	21,565,289	60.48	22,365,723	57.69	800,434	(2.79)
6						
7 Maintenance						
8 Vehicle Maintenance						
9 Wages & Benefits	20,215,705	56.70	21,145,547	54.54	929,841	(2.15)
10 Materials & Supplies	5,895,941	16.54	6,635,950	17.12	740,009	0.58
11 Other	9,688	0.03	12,654	0.03	2,966	0.01
12 Services	1,137,500	3.19	122,626	0.32	(1,014,874)	(2.87)
13 Sub-Total	27,258,835	76.45	27,916,777	72.01	657,942	(4.44)
14						
15 Wayside Maintenance						
16 Wages & Benefits	21,162,276	59.35	16,635,892	42.91	(4,526,384)	(16.44)
17 Materials & Supplies	1,327,728	3.72	1,622,371	4.18	294,643	0.46
18 Propulsion Power	12,554,876	35.21	12,054,876	31.09	(500,000)	(4.12)
19 Other	960,227	2.69	1,176,150	3.03	215,923	0.34
20 Sub-Total	36,005,107	100.98	31,489,289	81.22	(4,515,818)	(19.75)
21						
22 Other Maintenance						
23 Non-Revenue Vehicles	858,173	2.41	891,238	2.30	33,065	(0.11)
24 Facilities Maintenance	3,974,374	11.15	4,551,556	11.74	577,181	0.59
25 Sub-Total	4,832,547	13.55	5,442,793	14.04	610,246	0.49
26						
27 Sub-Total Maintenance	68,096,489	190.98	64,848,859	167.27	(3,247,630)	(23.70)
28						
29 Other Operating Costs						
30 Transit Security	25,849,936	72.50	27,258,848	70.31	1,408,912	(2.18)
31 General Manager	1,534,262	4.30	2,120,439	5.47	586,177	1.17
32 Revenue	3,889,034	10.91	3,435,023	8.86	(454,011)	(2.05)
33 Service Development	267,671	0.75	284,836	0.73	17,164	(0.02)
34 Safety	1,569,959	4.40	955,409	2.46	(614,550)	(1.94)
35 Casualty & Liability	2,165,610	6.07	2,561,727	6.61	396,117	0.53
36 Workers' Comp	4,316,195	12.10	3,639,638	9.39	(676,557)	(2.72)
37 Other Metro Operations	2,253,749	6.32	2,272,834	5.86	19,085	(0.46)
38 Building Costs	595,170	1.67	777,502	2.01	182,332	0.34
39 Employee Subsidy & Fringe	303,680	0.85	289,536	0.75	(14,144)	(0.10)
40 Copy Services	176,992	0.50	166,681	0.43	(10,311)	(0.07)
41 Sub-Total	42,922,257	120.38	43,762,472	112.88	840,215	(7.49)
42						
43 Support Department Costs	14,509,688	40.69	13,506,869	34.84	(1,002,819)	(5.85)
44						
45 Total Light Rail Project	\$ 147,093,723	\$ 412.53	\$ 144,483,923	\$ 372.69	\$ (2,609,800)	\$ (39.84)
46 Total Revenue Service Hours	356,565		387,680		31,115	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Activity Based Heavy Rail Cost Model

Activities	FY06 Budget		FY07 Proposed		FY06 to FY07	
	Dollars	\$/RSH	Dollars	\$/RSH	Dollars	\$/RSH
1 Transportation						
2 Wages & Benefits	\$ 8,308,087.97	\$ 31.64	\$ 8,687,391.46	\$ 32.44	\$ 379,303.49	\$ 0.80
3 Materials & Supplies	73,259	0.28	59,097	0.22	(14,162)	(0.06)
4 Other	8,038	0.03	13,489	0.05	5,451	0.02
5 Sub-Total	8,389,384	31.95	8,759,977	32.71	370,593	0.76
6						
7 Maintenance						
8 Wages & Benefits						
9 Wages & Benefits	10,421,053	39.69	10,588,613	39.53	167,560	(0.15)
10 Materials & Supplies	2,968,181	11.30	3,755,150	14.02	786,969	2.72
11 Other	18,529	0.07	13,518	0.05	(5,011)	(0.02)
12 Services	735,668	2.80	110,874	0.41	(624,794)	(2.39)
13 Sub-Total	14,143,431	53.86	14,468,155	54.02	324,724	0.16
14						
15 Wayside Maintenance						
16 Wages & Benefits	7,524,862	28.66	12,838,641	47.94	5,313,779	19.28
17 Materials & Supplies	1,033,899	3.94	1,069,835	3.99	35,936	0.06
18 Propulsion Power	9,238,600	35.18	9,238,600	34.49	-	(0.69)
19 Other	1,098,011	4.18	1,125,137	4.20	27,126	0.02
20 Sub-Total	18,895,372	71.96	24,272,213	90.63	5,376,841	18.66
21						
22 Other Maintenance						
23 Non-Revenue Vehicles	286,058	1.09	297,079	1.11	11,022	0.02
24 Facilities Maintenance	3,943,351	15.02	5,444,041	20.33	1,500,690	5.31
25 Sub-Total	4,229,408	16.11	5,741,120	21.44	1,511,712	5.33
26						
27 Sub-Total Maintenance	37,268,212	141.93	44,481,489	166.08	7,213,277	24.15
28						
29 Other Operating Costs						
30 Transit Security	17,061,749	64.98	17,811,350	66.50	749,601	1.52
31 General Manager	1,077,362	4.10	1,331,483	4.97	254,121	0.87
32 Revenue	1,864,532	7.10	1,206,513	4.50	(658,019)	(2.60)
33 Service Development	89,224	0.34	94,946	0.35	5,723	0.01
34 Safety	343,716	1.31	389,591	1.45	45,875	0.15
35 Casualty & Liability	3,524,678	13.42	3,287,694	12.28	(236,984)	(1.15)
36 Workers' Comp	1,844,357	7.02	1,880,804	7.02	36,447	(0.00)
37 Other Metro Operations	956,673	3.64	1,177,260	4.40	220,587	0.75
38 Building Costs	244,578	0.93	402,723	1.50	158,145	0.57
39 Employee Subsidy & Benefits	128,906	0.49	149,971	0.56	21,065	0.07
40 Copy Services	75,130	0.29	86,336	0.32	11,206	0.04
41 Sub-Total	27,210,905	103.63	27,818,671	103.87	607,766	0.24
42						
43 Support Department Costs	5,291,921	20.15	5,287,061	19.74	(4,860)	(0.41)
44						
45 Total Heavy Rail Project	\$ 78,160,422	\$ 297.67	\$ 86,347,198	\$ 322.39	\$ 8,186,776	\$ 24.72
46 Total Revenue Service Hours	262,574		267,831		5,257	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Modal Operating Statistics

Bus	Notes	FY05 Actual	FY06 Budget	FY07 Proposed	Inc/(Dec) Budget
1 Fares (\$000)		\$ 223,428	\$ 220,977	\$ 229,024	\$ 8,047
2 Other Operating Revenue (\$000)		\$ 13,609	\$ 16,175	\$ 16,725	\$ 550
3 Expenses (\$000)	(1)	\$ 777,305	\$ 839,528	\$ 891,215	\$ 51,687
4 Boardings (000)		377,250	369,897	386,260	16,363
5 Farebox Recovery Ratio		28.7%	26.3%	25.7%	-0.6%
6 Vehicle Service Hours (000)	(3)	7,561	7,656	7,751	96
7 Cost Per Hour		\$ 102.80	\$ 109.66	\$ 114.98	\$ 5.31
8 Cost Per Passenger Mile		\$ 0.55	\$ 0.58	\$ 0.62	\$ 0.03
9 Vehicle Service Miles (000)	(3)	92,062	94,967	95,169	202
10 Passenger Miles (000)	(4)	1,414,292	1,442,594	1,447,716	5,122
11 Fare Revenue Per Boarding		\$ 0.59	\$ 0.60	\$ 0.59	\$ (0.01)
12 Subsidy Per Boarding	(2)	\$ 1.43	\$ 1.63	\$ 1.67	\$ 0.04
13 Subsidy Per Passenger Mile	(2)	\$ 0.38	\$ 0.42	\$ 0.45	\$ 0.03
14 Vehicles Operated		2,188	2,241	2,239	(2)

Light Rail	Notes	FY05 Actual	FY06 Budget	FY07 Proposed	Inc/(Dec) Budget
15 Fares (\$000)		\$ 19,912	\$ 21,601	\$ 24,685	\$ 3,084
16 Other Revenue (\$000)		\$ 1,037	-	-	-
17 Expenses (\$000)	(1)	\$ 131,620	\$ 147,094	\$ 144,484	\$ (2,610)
18 Boardings (000)		37,970	36,159	41,778	5,619
19 Farebox Recovery Ratio		15.1%	14.7%	17.1%	2.4%
20 Vehicle Service Hours (000)	(3)	350	357	388	31
21 Cost Per Hour		\$ 375.61	\$ 412.53	\$ 372.69	\$ (39.84)
22 Cost Per Passenger Mile		\$ 0.49	\$ 0.78	\$ 0.50	\$ (0.28)
23 Vehicle Service Miles (000)	(3)	8,114	8,468	9,326	858
24 Passenger Miles (000)	(4)	268,981	188,024	289,449	101,424
25 Fare Revenue Per Boarding		\$ 0.52	\$ 0.60	\$ 0.59	\$ (0.01)
26 Subsidy Per Boarding	(2)	\$ 2.91	\$ 3.47	\$ 2.87	\$ (0.60)
27 Subsidy Per Passenger Mile	(2)	\$ 0.41	\$ 0.67	\$ 0.41	\$ (0.25)

Heavy Rail	Notes	FY05 Actual	FY06 Budget	FY07 Proposed	Inc/(Dec) Budget
28 Fares (\$000)		\$ 16,298	\$ 21,102	\$ 24,821	\$ 3,719
29 Other Revenue (\$000)		\$ 518	-	-	-
30 Expenses (\$000)	(1)	\$ 75,612	\$ 78,160	\$ 86,347	\$ 8,187
31 Boardings (000)		36,273	35,323	38,868	3,545
32 Farebox Recovery Ratio		21.6%	27.0%	28.7%	1.7%
33 Vehicle Service Hours (000)	(3)	259	263	268	5
34 Cost Per Hour		\$ 292.22	\$ 297.67	\$ 322.39	\$ 24.72
35 Cost Per Passenger Mile		\$ 0.43	\$ 0.48	\$ 0.47	\$ (0.01)
36 Vehicle Service Miles (000)	(3)	5,876	6,030	6,296	266
37 Passenger Miles (000)	(4)	173,935	162,486	183,467	20,981
38 Fare Revenue Per Boarding		\$ 0.45	\$ 0.60	\$ 0.64	\$ 0.04
39 Subsidy Per Boarding	(2)	\$ 1.62	\$ 1.62	\$ 1.58	\$ (0.03)
40 Subsidy Per Passenger Mile	(2)	\$ 0.34	\$ 0.35	\$ 0.34	\$ (0.02)

(1) Expenses include Transitional Duty Program but exclude interest and debt administration.

(2) Subsidy excludes all operating revenue.

(3) Reflect revenue vehicle hours & miles.

(4) FY07 Average trip length based on ATMS data reflected in FY05 Actual

Note: Totals may not add due to rounding.

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**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Capital Program Project List

(Amounts in thousands)		Expected Expenditures Thru FY06	FY07 and Future	Life of Project	New Project	
Project Title	CP#					
1 Bus Acquisition						
2	ATV Bus Purchase (Hybrid Vehicles)	200044	\$ 24	\$ 4,579	\$ 4,603	
3	Universal Fare Collection System	200225	85,438	12,169	97,607	
4	Regional Service Center and Clearinghouse	200351	8,255	11,817	20,072	
5	100 QTY 45' NABI Compo Buses	201004	48,217	13	48,230	
6	94 CNG Articulated Buses	201011	-	83,000	83,000	Y
7	HCNG Demonstration Project	201033	-	1,258	1,258	Y
8	Study: 100 45' Composite Buses for 2008	201034	-	506	506	Y
9 Bus AcquisitionTotal			141,934	113,342	255,275	
10						
11 Bus Facilities Improvements						
12	Union Division (T31-Formerly Division 10 Expansion)	202001	1,095	50,958	52,053	
13	RRC General Building Modifications	202006	319	799	1,118	
14	In-Ground Bus Hoist Replacement	202007	5,507	2,774	8,281	
15	FY06 Division Lighting Program	202009	987	211	1,198	
16	New Div. 9 Transportation Bldg. and Facilities Improvements	202014	7,950	8,550	16,500	
17	Temple & Beaudry Layover Facility	202016	524	1,168	1,692	
18	Division 7 Facility Improvements	202017	4,478	411	4,888	
19	Division 2 Maintenance - Maintenance Bldg. Modernization	202018	1,620	30	1,650	
20	El Monte Transit Station Enhancements	202021	-	115	115	
21	FY07 UST Replacement	202026	-	2,460	2,460	Y
22	FY07 Bus Facility Contingency Projects	202036	-	2,579	2,579	Y
23	FY07 Bus Division Maintenance Equip.	202041	-	2,155	2,155	Y
24	FY07 Bus Division Amenity Improvement Project	202056	-	1,149	1,149	Y
25	Articulated Bus Facility Modifications	202065	5,397	1,244	6,641	
26	Division 1 Expansion	202066	10,559	1,015	11,574	
27	Division 6 Relocation	202076	365	12,132	12,497	
28	Division 4 Expansion & Pavement Project	202092	1,951	570	2,521	
29	Division 5, 10, & 18 Renovations	202181	-	18,332	18,332	Y
30	Articulated Bus Facility Modifications -- Phase II	202204	-	3,380	3,380	Y
31	490 Bauchet St. Storage Building Construction	202205	-	2,708	2,708	Y
32	Metro Bus Division CCTC System	202206	-	390	390	Y
33	Kiosks for Orange Line and Other Locations	202207	-	250	250	Y
34	LASD Data Network for Kiosks	202208	-	61	61	Y
35	ATMS Bus GPS for LASD Dispatch-ROC	202209	-	300	300	Y
36 Bus Facilities ImprovementsTotal			40,753	113,740	154,492	
37						
38 Bus Maintenance						
39	FY07 Bus Midlife Program	203004	-	17,058	17,058	Y
40	FY07 Replace Regional Rebuild Center Shop Equipment	203010	-	574	574	Y
41 Bus MaintenanceTotal			-	17,633	17,633	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

(Amounts in thousands)		Expected Expenditures Thru FY06	FY07 and Future	Life of Project	New Project	
Project Title	CP#					
42 IT/Communications						
43	ITS Telecommunications Transmission Replacement Proj.	207010	\$ 451	\$ 9,090	\$ 9,541	
44	FY07 Application Platform Upgrade	207018	-	598	598	Y
45	FY07 Workstation and Network Technology Refresh Prog.	207023	-	482	482	Y
46	Transit Operator Activity Scheduling and Tracking	207061	-	7,681	7,681	Y
47	Purchase ATMS SQL Servers and Software	207063	-	212	212	Y
48	Additional Digital Voice Loggers for BOC	207064	-	116	116	Y
49 IT/Communications Total			451	18,179	18,631	
51 Non-Revenue Vehicles						
52	FY07 Bus Syst. Support Replacement Non-Revenue Vehicles	208006	-	4,050	4,050	Y
53	FY07 Rail Support Replacement Non Revenue Vehicles	208016	-	934	934	Y
54 Non-Revenue Vehicles Total			-	4,985	4,985	
56 Other Capital Projects						
57	Gateway Headquarters Improvement Projects	210008	2,811	23	2,834	
58	East Portal and Parking Garage Upgrades	210062	-	500	500	Y
59	Metro Connections Customer Service Improvements	210078	-	931	931	Y
60 Other Capital Projects Total			2,811	1,454	4,265	
62 Rail Facilities Improvements						
63	ROC Reconfiguration	204004	2,323	3,064	5,387	
64	MRL Station Canopies	204006	121	6,465	6,586	
65	Division 11 Improvements	204009	17,069	326	17,396	
66	MBL Long Beach Transit Mall Station Redesign for 3-Car Train Operation	204010	1,353	173	1,526	
67	Vermont/Santa Monica Sta. Underground Water Mitigation	204016	403	880	1,283	
68	FY07 Rail Facilities Improvements Contingency Projects	204030	-	806	806	Y
69	MRL Seg-2 & 3 Station PLC and EMP Upgrade	204035	37	1,089	1,126	
70	Division 22 Improvements - Phase II	204037	2,584	2,311	4,895	
71	Division 20 Carwash & Cleaning Platform	204047	4	14,996	15,000	Y
72	FY07 Rail Systemwide Safety Improvements	204052	-	259	259	Y
73	Division 21 Improvements - Phase II	204053	-	5,000	5,000	Y
74	Division 20 Additional Vehicle Hoists	204054	-	4,250	4,250	Y
75	Installation of Barricades	204060	-	225	225	Y
76	Pan/Tilt/Zoom Cameras for Gateway Center	204061	-	120	120	Y
77	Upgrade MRL Variable Message Signs	204062	-	1,250	1,250	Y
78	ROC Security Enhancements	204063	-	348	348	Y
79 Rail Facilities Improvements Total			23,892	41,565	65,457	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Capital Program Project List (continued)

(Amounts in thousands)		Expected	FY07	Life	New
Project Title	CP#	Expenditures Thru FY06	and Future	of Project	Project
80 Rail Vehicle Maintenance					
81 Breda Rail Car Retrofit	206004	\$ 1,388	\$ 954	\$ 2,342	
82 P2000 Vehicle Signaling Package Upgrade	206005	295	3,069	3,364	
83 FY07 Metro Red Line Vehicle Midlife Overhaul	206019	-	538	538	Y
84 FY07 RFS Tools and Equipment	206023	-	292	292	Y
85 Rail Vehicle Maintenance Total		1,683	4,853	6,536	
86					
87 Warehouse					
88 Metro Red Line Storage Building	209004	766	178	944	
89 Automate Bulk Storage Area	209007	34	995	1,029	
90 Security Camera for All Rail Warehouses	209008	195	306	501	
91 Division 3 - Replace Warehouse Facility	209027	-	894	894	Y
92 Replace Unitload Crane Controllers and Positioning Syst.-RRC	209032	-	1,124	1,124	Y
93 Sprinkler System for Blue Line Storage Building	209044	-	222	222	Y
94 Warehouse Total		995	3,718	4,713	
95					
96 Wayside Systems					
97 Fiber Optic Rail Communication System	205001	754	2,257	3,011	
98 Light Rail SCADA System Upgrade	205002	9,622	941	10,563	
99 Rail Security Improvements	205004	3,630	2,839	6,469	
100 Rail Communications Systems Upgrade	205005	940	1,392	2,332	
101 MBL Grade Crossing Improvements	205006	3,457	7,143	10,600	
102 MBL Four-Quadrant Gate Program Expansion	205012	2,751	2,904	5,655	
103 Light Rail Train Tracking Improvements	205014	340	616	956	
104 MRL Seg-1 Remote Terminal Unit (RTU) Upgrade	205017	1,071	1,574	2,645	
105 FY07 Wayside Systems Tools and Equipment	205020	-	307	307	Y
106 FY07 Wayside Systems Contingency Projects	205030	-	807	807	Y
107 New PGL Traction Power Substations	205034	6,670	2,031	8,701	
108 MRL Signal System Upgrade	205037	213	525	738	
109 Wayside Systems Total		29,446	23,337	52,784	
110 Subtotal for Capital Program		241,965	342,805	584,770	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

(Amounts in thousands)		Expected	FY07	Life	New
Project Title	CP#	Expenditures Thru FY06	and Future	of Project	Project
111	Major Construction				
112	Metro Gold Line Eastside Extension	\$ 442,759	\$ 456,054	\$ 898,813	
113	Orange Line	271,991	41,009	313,000	
114	Mid-City/Exposition Light Rail Corridor	36,814	603,186	640,000	
115	SFV East-West Bikeway Project	9,782	856	10,638	
116	Canoga Station Park and Ride Project	14,013	11,987	26,000	
117	Lankershim Depot Restoration Project	90	3,510	3,600	
118	Light Rail Vehicle Fleet Enhancement	83,345	69,574	152,919	
119	MGL Eastside Extension Enhancements	2,750	15,250	18,000	
120	Green Line Closeout	53	233	286	
121	MRL Seg. 2 Closeout	10,684	4,623	15,307	
122	MRL Seg. 3 NH Closeout	1,670	1,969	3,639	
123	Major Construction Total	873,952	1,208,250	2,082,202	
124	Capital Program Grand Total	\$ 1,115,918	\$ 1,551,055	\$ 2,666,972	

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Governmental Funds

**Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ending June 30, 2005, 2006 and 2007**

(Amounts in millions)

Governmental Funds	Governmental Funds						Total		
	Special Revenue Fund			General Fund			FY05 Actual	FY06 Budget	FY07 Proposed
	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed			
1 Revenue:									
2 Sales tax	\$ 1,587.5	\$ 1,594.3	\$ 1,741.8	\$ -	\$ -	\$ -	\$ 1,587.5	\$ 1,594.3	\$ 1,741.8
3 Intergovernmental grants	20.3	48.0	49.2	0.1	2.9	1.6	20.4	50.9	50.8
4 Investment income	16.3	13.1	5.8	5.6	2.2	4.1	21.9	15.3	9.8
5 Net decline in fair value of investments	(5.4)	-	-	(1.4)	-	-	(6.8)	-	-
6 Lease and rental		-		10.9	10.7	10.3	10.9	10.7	10.3
7 Licenses and fines	7.6	7.0	7.0	0.5	0.5	0.5	8.1	7.5	7.5
8 Other	-	-		2.4	2.1	6.2	2.4	2.1	6.2
9 Total Revenues	1,626.2	1,662.4	1,803.8	18.2	18.4	22.7	1,644.4	1,680.7	1,826.5
10									
11 Expenditures:									
12 Subsidies	685.9	746.5	815.5	0.2	0.1	0.0	686.1	746.6	815.5
13 Services	40.0	67.1	84.5	9.0	9.5	9.7	49.1	76.6	94.3
14 Debt and interest expenditures									
15 Interest and fiscal charges		-	-		1.5	1.5	-	1.5	1.5
16 Bond principal & commercial paper retirement		-	-	-	0.8	0.8	-	0.8	0.8
17 General and administrative	43.3	45.5	44.1	2.2	3.6	4.5	45.5	49.1	48.6
18 Total expenditures	769.2	859.1	944.1	11.4	15.5	16.5	780.7	874.6	960.6
19									
20 Transfers In	46.4	119.0	87.3	3.9	4.5	4.9	50.2	123.6	92.2
21 Transfers (out)	(855.3)	(1,002.1)	(1,126.4)	(57.1)	(50.6)	(5.3)	(912.4)	(1,052.7)	(1,131.7)
22									
23 Net change in fund balances	48.0	(79.8)	(179.4)	(46.4)	(43.2)	5.7	1.6	(123.0)	(173.7)
24									
25 Fund balances - beginning of year	611.8	659.8	580.0	142.8	96.3	53.2	754.6	756.1	633.2
26									
27 Fund balances - end of year	\$ 659.8	\$ 580.0	\$ 400.6	\$ 96.3	\$ 53.2	\$ 58.9	\$ 756.2	\$ 633.2	\$ 459.5

Note: Totals may not add due to rounding.

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**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Special Revenue Funds

Combined Statement of Revenues, Expenditures and Changes in Fund Balances

For the Years Ending June 30, 2005, 2006 and 2007

(Amounts in millions)

Special Revenue Funds	Proposition A & C, TDA Administration			Proposition A			Proposition C			Transportation Devel. Act		
	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed
1 Revenue:												
2 Sales tax	\$ -	\$ -	\$ -	\$ 619.5	\$ 619.3	\$ 667.5	\$ 619.6	\$ 619.3	\$ 667.6	\$ 314.5	\$ 314.8	\$ 338.8
3 Intergovernmental grants	-	-	3.7	-	-	-	16.5	28.2	26.6	-	-	-
4 Investment income	-	-	-	3.1	2.0	1.2	8.0	7.6	3.0	2.9	2.0	-
5 Net (decline) in fair value of investments	-	-	-	(1.6)	-	-	(3.5)	-	-	-	-	-
6 Licenses and fines	-	-	-	-	-	-	-	-	-	-	-	-
7 Total revenues	-	-	3.7	621.0	621.3	668.7	640.6	655.1	697.1	317.4	316.8	338.8
8												
9 Expenditures:												
10 Subsidies	0.2	0.1	0.1	237.0	228.2	243.7	307.3	391.5	435.8	134.2	100.7	109.3
11 Services	11.2	11.4	17.1	-	-	-	24.1	42.7	50.1	-	-	-
12 General and administrative	36.0	35.8	34.1	-	-	-	5.9	7.7	7.4	-	-	-
13 Total expenditures	47.3	47.3	51.3	237.0	228.2	243.7	337.3	441.9	493.3	134.2	100.7	109.3
14												
15 Transfers In	44.7	57.5	49.4	-	-	-	1.6	61.3	37.0	-	-	0.6
16 Transfers Out	(4.2)	(0.9)	(1.6)	(359.6)	(434.1)	(467.6)	(276.4)	(305.0)	(354.6)	(187.8)	(213.1)	(242.3)
17												
18 Net change in fund balance	(6.9)	9.3	0.2	24.4	(41.0)	(42.6)	28.5	(30.6)	(113.7)	(4.6)	3.1	(12.2)
19												
20 Fund balance - beginning of year	3.9	(3.0)	6.3	112.5	136.9	96.0	258.9	287.3	256.8	152.0	147.4	150.5
21												
22 Fund balance - end of year	\$ (3.0)	\$ 6.3	\$ 6.5	\$ 136.9	\$ 96.0	\$ 53.4	\$ 287.3	\$ 256.8	\$ 143.0	\$ 147.4	\$ 150.5	\$ 138.4

* Other includes regional EZ Transit Pass Program.

Note: Totals may not add due to rounding.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

	State Transit Assistance			SAFE			Other*			Total		
	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed	FY05 Actual	FY06 Budget	FY07 Proposed
1												
2	\$ 34.0	\$ 40.8	\$ 67.9	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,587.5	\$ 1,594.3	\$ 1,741.8
3	-	-	-	-	-	-	3.8	19.8	19.0	20.3	48.0	49.2
4	1.3	0.5	0.9	1.0	1.0	0.7	-	-	-	16.3	13.1	5.8
5	-	-	-	(0.4)	-	-	-	-	-	(5.4)	-	-
6	-	-	-	7.6	7.0	7.0	-	-	-	7.6	7.0	7.0
7	35.3	41.3	68.8	8.1	8.0	7.7	3.8	19.8	19.0	1,626.2	1,662.4	1,803.8
8												
9												
10	4.2	7.8	9.4	-	-	-	2.9	18.2	17.2	685.9	746.5	815.5
11	-	-	-	4.5	11.4	15.7	0.2	1.6	1.6	40.0	67.1	84.5
12	-	-	-	1.2	1.7	2.2	0.2	0.3	0.4	43.3	45.5	44.1
13	4.2	7.8	9.4	5.7	13.1	17.9	3.3	20.2	19.2	769.2	859.1	944.1
14												
15	-	-	-	-	-	-	-	0.3	0.2	46.3	119.0	87.3
16	(27.3)	(49.1)	(57.3)	-	-	(3.0)	-	-	-	(855.3)	(1,002.1)	(1,126.4)
17												
18	3.7	(15.6)	2.1	2.4	(5.1)	(13.2)	0.5	-	-	48.0	(79.8)	(179.4)
19												
20	58.4	62.1	46.5	26.6	29.0	23.9	(0.5)	\$ -	-	611.8	659.7	580.0
21												
22	\$ 62.1	\$ 46.5	\$ 48.6	\$ 29.0	\$ 23.9	\$ 10.7	\$ -	\$ -	\$ -	\$ 659.7	\$ 580.0	\$ 400.6

Regional Programs

Metro provides funding directly to projects through grants of local funds or indirectly through allocated federal or state grants. Local funds consist mainly of Proposition A and Proposition C funds which are disbursed by Metro to agencies based on an approved spending plan. Federal and state grant funds are programmed or allocated by Metro and disbursed directly by the granting agency or disbursed by Metro to the grantee or recipient. The recipient agency is responsible for

administering and managing the federal or state grant.

The FY07 Budget for local funding commitments to the Call for Projects (CFP) reflects current year cash flow. Funding for all other local programs, including Municipal Operator programs, ASI, Proposition A Incentive, Local Return, and Metrolink, reflects the FY07 programmed amounts.

FY07 Revenue Summary – Regional Programs Budget

(Amounts in thousands)

Funding Category	Transit Operator Programs	ADA/ Accessibility Funding Program	CFP Projects & Programs	Other Local Projects	Commuter Rail & Intercity Rail	Other Planning Projects	Total Subsidy Budget
1 Prop A - Local Return 25%	\$ -	\$ -	\$ 164,360	\$ -	\$ -		164,360
2 Prop A - Discretionary 95% of 40%	210,549						210,549
3 Prop A - Incentive 5% of 40%		13,149					13,149
4 Prop C - Local Return 20%			136,370				136,370
5 Prop C - Security 5%	31,103						31,103
6 Prop C - Commuter Rail 10%			12,336		52,302		64,638
7 Prop C - Streets & Hwys 25%			150,770			40	150,810
8 Prop C - Discretionary 40%	158,912	25,059	1,670	6,050			191,690
9 Other (Federal, FAU Cash, & CMAQ)			12,890	9,739			22,628
10 Other (EZ Pass)				7,500			7,500
11 TDA	324,219		25,617				349,836
12 STA Formula	38,074						38,074
13 Administration (Prop A, Prop C, TDA)	630					65	695
14 Interest (Prop A, Prop C, TDA, STA)	400						400
15 Total	\$ 763,887	\$ 38,208	\$ 504,013	\$ 23,289	\$ 52,302	\$ 105	\$ 1,381,803

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Regional Subsidy Program Budget Detail

(Amounts in thousands)

<u>Regional Fund Description</u>	<u>FY05 Actual</u>	<u>FY06 Budget</u>	<u>FY07 Budget</u>
1			
2 Transit Operator Programs			
3 Formula Allocated Funds - other agencies	\$ 186,496	\$ 155,532	\$ 159,924
4 Formula Allocated Funds - MTA portion	340,329	363,677	414,599
5 Transit Security	4,023	5,600	6,249
6 Transit Security - MTA portion	23,431	25,653	24,853
7 BSIP & MOSIP Programs	23,921	19,755	20,335
8 BSIP & MOSIP Programs - MTA portion	49,395	50,713	121,241
9 Foothill Mitigation	1,896	1,783	1,523
10 Foothill Mitigation - MTA portion	6,282	5,893	5,591
11 Transit Service Expansion	5,954	6,123	6,282
12 Base Bus Restructuring	3,121	3,205	3,289
13 Transit Operator Programs Total	644,848	637,935	763,887
14			
15 ADA/Accessibility Funding Programs			
16 ASI - Access Services, Inc.	17,342	25,031	25,059
17 Proposition A Incentive programs	13,579	11,768	13,149
18 ADA Accessibility Funding Programs Total	30,921	36,799	38,208
19			
20 CFP Projects and Programs			
21 Proposition A and C Local Return	280,652	269,101	300,730
22 Call for Project and Rapid Bus	67,291	147,360	177,666
23 TDA Bikeways/Transit/Streets & Hwys Pgms	23,316	22,981	25,617
24 CFP Projects and Programs Total	371,260	439,442	504,013
25			
26 Other Local Projects			
27 Immediate Needs	4,622	5,000	5,000
28 SHORE/General Relief Tokens	904	1,050	1,050
29 Regional Grantee-FTA	2,929	13,794	9,739
30 EZ Pass Program	4,324	4,350	7,500
31 Other Local Projects Total	12,780	24,194	23,289
32			
33 Commuter Rail & Intercity Rail Programs			
34 Metrolink	41,249	52,503	52,277
35 Intercity Rail	25	25	25
36 Commuter Rail & Intercity Rail Programs Total	41,274	52,528	52,302
37			
38 Other Planning Projects			
39 Other P&P Planning	100	65	65
40 Transit Planning	50	-	-
41 Pedestrian/Bikeway Enhancements & Rideshare Svcs	186	85	40
42 Pasadena MBL disbursement	8,400	-	-
43 Other Planning Projects Total	8,736	150	105
44 Total MTA Funded Programs	\$ 1,109,819	\$ 1,191,048	\$ 1,381,803

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Fund Balances

For The Years Ending June 30, 2005, 2006, and 2007.

(Amounts in millions)

Fund	FY05 Actual	FY06 Estimated *	FY07 Estimated *
1 Special Revenue Funds:			
2 Proposition A:			
3 Administration	\$ 2.2	\$ -	\$ -
4 Local Return	5.8	5.8	-
5 Rail Set Aside	38.7	35.0	-
6 Discretionary	39.0	2.5	-
7 Incentive	19.3	19.3	18.8
8 Interest	(2.9)	(1.3)	(0.1)
9 Proposition C:			
10 Administration	1.1	-	-
11 Local Return	4.9	4.9	-
12 Commuter Rail	49.6	17.4	7.2
13 Discretionary	36.2	62.6	19.8 **
14 Street & Highways	88.2	58.9	-
15 Security	5.5	3.6	3.6
16 Interest	(9.9)	(2.3)	0.7
17 Transportation Development Act:			
18 Administration	-	-	-
19 Article 3	3.7	3.6	3.4
20 Article 4	4.6	11.3	-
21 Article 8	1.8	1.6	1.0
22 Interest	3.4	-	-
23 State Transit Assistance:			
24 Revenue Share	6.9	(2.4)	-
25 Population Share	7.1	0.8	-
26 Interest	-	-	0.5
27 SAFE	29.0	23.9	10.7
28 Prop. A, C, TDA Administration	4.9	6.3	6.5
29 General Fund:			
30 Sales/leaseback	20.4	3.9	0.2
31 Right-of-Way Lease	22.5	11.3	12.6
32 HOV Fines	0.0	-	-
33 Interest	-	0.2	4.1
34 Employee Activities	(0.0)	-	-
35 FAU	5.1	1.1	-
36 Ridesharing	1.3	1.3	1.3
37 General	39.1	35.2	40.6
38 Other:			
39 Debt Service	970.1	982.4	987.8 ***
40 Benefit Assessment Districts *	102.9	102.9	102.9 ***
41 Pension Plans (Jointly Administered) *	653.1	653.1	653.1 ***

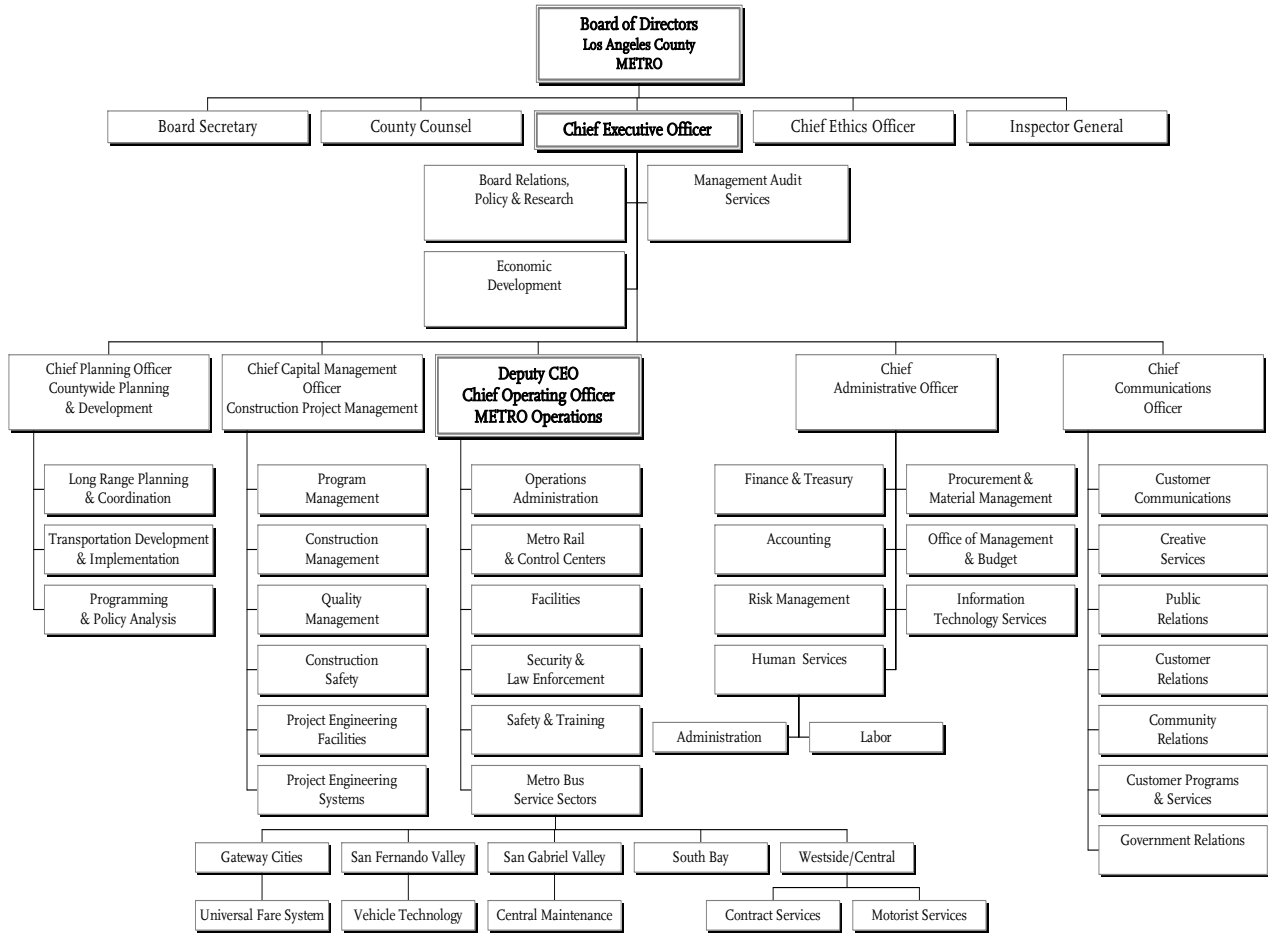
* FY05 ending balance used for budgeting purposes

** \$12.4 million programmed for Eastside Enhancements.

*** Fully committed.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Organization Chart



**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Summary of FY07 Budgeted FTEs by Department

	FY05 Budget	FY06 Budget	FY07 Proposed	Change from FY06
1 Metro Operations				
2 Metro Rail & Control Centers	1,163	1,174	1,187	13
3 San Fernando Valley Service Sector	1,014	1,071	1,103	32
4 San Gabriel Valley Service Sector	972	961	1,042	81
5 Gateway Cities Service Sector	975	1,027	1,045	18
6 South Bay Service Sector	1,220	1,206	1,202	(5)
7 Westside/Central Service Sector	1,367	1,371	1,313	(58)
8 Contract Services	5	4	4	-
9 Central Maintenance	323	328	333	5
10 Vehicle Technology	29	15	15	-
11 Universal Fare System	3	3	3	-
12 Facilities	192	159	159	-
13 Security & Law Enforcement	97	97	97	-
14 Safety & Training	110	112	110	(2)
15 Motorist Services	8	9	9	-
16 Operations Administration	113	104	86	(18)
17 Metro Operations Total	7,591	7,641	7,707	66
18				
19 Countywide Planning & Development				
20 Transportation Dev & Implementation	52	48	48	-
21 Programming & Policy Analysis	31	30	30	-
22 Long Range Planning & Coordination	23	22	22	-
23 Executive Office, Reg Transp Plan & Dev	4	4	4	-
24 Countywide Planning & Development Total	110	104	104	-
25				
26 Construction Project Management				
27 Construction Management	26	21	21	-
28 Program Management	33	27	25	(2)
29 Project Engineering	17	13	14	1
30 Quality Management	11	9	8	(1)
31 Construction Safety	5	5	5	-
32 Executive Office, Construction Project Mgmt	14	13	13	-
33 Construction Project Management Total	106	88	86	(2)
34				
35 Communications				
36 Customer Communications	26	30	30	-
37 Creative Services	14	14	14	-
38 Public Relations	12	10	10	-
39 Customer Relations	102	103	103	-
40 Community Relations	19	16	16	-
41 Customer Programs & Services	44	28	28	-
42 Government Relations	7	6	6	-
43 Executive Office, Communications	11	8	8	-
44 Communications Total	235	215	215	-

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

	FY05 Budget	FY06 Budget	FY07 Proposed	Change from FY06
45 Business Services				
46 Accounting	82	79	79	-
47 Finance & Treasury	65	62	62	-
48 Office of Management & Budget	22	19	19	-
49 Human Services	166	168	168	-
50 Information Technology Services	142	132	132	-
51 Procurement & Material Management	262	248	247	(1)
52 Risk Management	47	47	47	-
53 Executive Office, Business Services	2	2	2	-
54 Business Services Total	788	757	756	(1)
55				
56 Chief Executive Office				
57 Board Relations, Policy, Research & Library	14	12	11	(1)
58 Economic Development	23	24	26	2
59 Management Audit Services	38	30	29	(1)
60 Chief Executive Office	1	1	1	-
61 Chief Executive Office Total	76	67	67	-
62				
63 Board of Directors				
64 Inspector General	24	23	23	-
65 Office of Board Secretary	12	12	11	(1)
66 Ethics Office	6	7	7	-
67 County Counsel	5	4	4	-
68 Board of Directors Total	47	46	45	(1)
69				
70 Agency Total	8,954	8,918	8,980	62

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Summary Expenditures

FTEs	FY05 Budget	FY06 Budget	FY07 Proposed
1 Metro Operations	7,591	7,641	7,707
2 Countywide Planning & Development	110	104	104
3 Construction Project Management	106	88	86
4 Communications	235	215	215
5 Business Services	788	757	756
6 Chief Executive Office	76	67	67
7 Board of Directors	47	46	45
8 Agency Total	8,954	8,918	8,980

Expenditures (Amounts in thousands)	FY05 Actual	FY06 Budget	FY07 Proposed
9 Metro Operations	\$ 1,087,334	\$ 1,240,345	\$ 1,344,434
10 Countywide Planning & Development	712,437	772,532	816,637
11 Construction Project Management	319,396	340,770	242,855
12 Communications	31,348	32,764	34,062
13 Business Services	310,374	425,990	434,792
14 Chief Executive Office	15,233	18,600	38,687
15 Board of Directors	18,301	23,770	23,178
16 Agency Total	\$ 2,494,424	\$ 2,854,772	\$ 2,934,646 *

Expenditure Types (Amounts in thousands)	FY05 Actual	FY06 Budget	FY07 Proposed
17 Wages & Benefits	\$ 770,081	\$ 774,783	\$ 803,475
18 Services	256,530	260,407	260,106
19 Purchased Transportation	26,707	33,442	35,585
20 Fuel, Lubricants & Propulsion Power	62,054	70,539	85,300
21 Materials & Supplies	81,482	84,373	90,802
22 Casualty & Liability	64,186	47,856	50,249
23 Other Support	20,009	46,579	45,294
24 Acquisitions	382,857	500,820	451,866
25 Subsidies	686,069	742,262	815,518
26 Debt	144,448	293,711	296,449
27 Agency Total	\$ 2,494,424	\$ 2,854,772	\$ 2,934,646 *

* Excludes \$96.3 million for Exposition Metro Line Construction Authority: \$7.8 mil in Services, \$4.1 mil in Materials & Supplies, and \$84.4 mil in Acquisitions

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**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Debt Service Schedule

Transaction Name	Budgeted Debt		Principal Adjustments					Principal Pmt FY07	Accreted Interest
	Initial PAR Value	Principal Balance As of 6/30/06	Interim Paper Financing	Commer. Financing	New Financing	New Financing Cost	Commer. Paper Refunding		
1 1991-B Refunding	\$ 281,425,000	\$ 65,510,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
2 1992-A Refunding	98,700,000	82,500,000	-	-	-	-	21,300,000	-	
3 1996-A New Money	110,580,000	2,470,000	-	-	-	-	2,470,000	-	
4 1997-A Refunding	256,870,000	58,875,000	-	-	-	-	4,380,000	-	
5 1999-A Forward Refunding	160,205,000	147,590,000	-	-	-	-	7,335,000	-	
6 1999-B New Money	150,340,000	31,935,000	-	-	-	-	2,680,000	-	
7 1999-C Refunding	170,495,000	168,355,000	-	-	-	-	485,000	-	
8 2001-A New Money	55,685,000	16,515,000	-	-	-	-	1,090,000	-	
9 2001-B Refunding	191,215,000	180,045,000	-	-	-	-	1,625,000	-	
10 2003-A Forward Refunding	273,505,000	250,425,000	-	-	-	-	11,800,000	-	
11 2003-B Refunding	243,795,000	243,795,000	-	-	-	-	-	-	
12 2005-A New Money	242,795,000	242,795,000	-	-	-	-	4,450,000	-	
13 2005-B Refunding	43,655,000	43,655,000	-	-	-	-	-	-	
14 2005-C Refunding	265,825,000	265,825,000	-	-	-	-	-	-	
15 1990-A Lease Rev. (CBL)	26,400,000	2,332,000	-	-	-	-	2,332,000	-	
16 1990-A Yen Obligation (CBL)	6,600,000	3,169,802	-	-	-	-	3,169,802	-	
17 1996 Refunding	104,715,000	2,315,000	-	-	-	-	2,315,000	-	
18 Tax-Exempt Commercial Paper	350,000,000	109,948,000	-	-	-	-	-	-	
19 Prop A Debt Sub-Total	3,032,805,000	1,918,054,802	-	-	-	-	65,431,802	-	
20 1992-A New Money	516,855,000	26,090,000	-	-	-	-	12,640,000	-	
21 1993-A Refunding	204,095,000	196,775,000	-	-	-	-	1,125,000	-	
22 1995-A New Money	250,000,000	19,915,000	-	-	-	-	6,260,000	-	
23 1998-A Refunding	219,710,000	219,710,000	-	-	-	-	-	-	
24 1999-A New Money	124,805,000	111,450,000	-	-	-	-	2,800,000	-	
25 2000-A New Money	161,995,000	148,410,000	-	-	-	-	3,095,000	-	
26 2003-A Refunding	94,840,000	77,620,000	-	-	-	-	8,785,000	-	
27 2003-B Refunding	170,775,000	168,425,000	-	-	-	-	350,000	-	
28 2003-C Refunding	221,850,000	216,450,000	-	-	-	-	1,600,000	-	
29 2004-A New Money	176,345,000	174,240,000	-	-	-	-	3,205,000	-	
30 Taxable Commercial Paper	150,000,000	77,609,000	-	-	-	-	355,000	-	
31 Local Allocation -- City of Los Angeles	21,700,000	6,510,000	-	-	-	-	2,170,000	-	
32 Prop C Debt Sub-Total	2,312,970,000	1,443,204,000	-	-	-	-	42,385,000	-	
33 2000 Breda Lease (Norwest)	64,882,355	51,761,616	-	-	-	-	1,980,504	-	
34 2000 Breda Lease (CIBC)	13,780,433	11,524,670	-	-	-	-	431,143	-	
35 2000 Breda Lease (Comerica)	87,396,529	69,766,410	-	-	-	-	2,658,622	-	
36 2001 Agilent Lease	264,054,348	41,711,377	-	-	-	-	-	2,613,290	
37 2001 Comerica Lease	75,742,288	90,458,759	-	-	-	-	3,263,595	6,302,092	
38 2002 Textron Lease	114,779,263	19,585,645	-	-	-	-	-	1,206,889	
39 2002 Philip Morris Lease	384,088,739	333,134,530	-	-	-	-	21,958,197	17,070,311	
40 2002 First Hawaiian Lease	65,774,837	75,273,926	-	-	-	-	2,535,893	4,810,747	
41 2003 Fleet Lease	89,632,800	100,902,137	-	-	-	-	3,307,713	6,600,950	
42 Capitalized Leases	96,848,132	17,944,720	-	-	-	-	4,049,012	-	
43 Debt Overhead Costs	-	-	-	-	-	-	-	-	
44 Other Debt Sub-Total	1,256,979,725	812,063,790	-	-	-	-	40,184,679	38,604,278	
45 2005 Capital Grant Revenue	264,885,000	264,885,000	-	-	-	-	-	-	
46 Grant Revenue Debt Sub-Total	264,885,000	264,885,000	-	-	-	-	-	-	
47 2003 Workers Comp	88,485,000	64,105,000	-	-	-	-	12,065,000	-	
48 1996-A Refunding (USG)	185,735,000	-	-	-	-	-	-	-	
49 2004-A Refunding (USG)	197,050,000	192,125,000	-	-	-	-	3,775,000	-	
50 General Revenue Debt Sub-Total	471,270,000	256,230,000	-	-	-	-	15,840,000	-	
51 Enterprise Fund Debt Total	7,338,909,725	4,694,437,592	-	-	-	-	163,841,481	38,604,278	
52 1993-A CRA Housing	9,454,406	8,679,767	-	-	-	-	222,233	-	
53 2002-A CRA Redevelopment Refunding	20,920,000	19,575,000	-	-	-	-	570,000	-	
54 Prop A General Fund Debt Sub-Total	30,374,406	28,254,767	-	-	-	-	792,233	-	
55 MTA Debt Total	7,369,284,130	4,722,692,359	-	-	-	-	164,633,714	38,604,278	
56 1992-A Bnft Assmt. Dist. A1	154,055,000	36,680,000	-	-	-	-	17,775,000	-	
57 2001-A Bnft Assmt. Dist. A1 Refunding	42,465,000	41,735,000	-	-	-	-	175,000	-	
58 2001-A Bnft Assmt. Dist. A2 Refunding	6,705,000	4,160,000	-	-	-	-	985,000	-	
59 Agency Fund Sub-Total	203,225,000	82,575,000	-	-	-	-	18,935,000	-	
60 Total	\$ 7,572,509,130	\$ 4,805,267,359	\$ -	\$ -	\$ -	\$ -	\$ 183,568,714	\$ 38,604,278	

Footnotes

- 1 - A portion of Prop A 40% Discretionary Sales Tax Revenue is pledged to fund debt service for these bonds. The debt service is to be reimbursed from net revenues of the project.
- 2 - Interest expense is calculated using a 3.5% interest rate.
- 3 - Interest expense is calculated using a 4.5% interest rate.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

	Principal Bal. as of 6/30/06		Total D/S			Total D/S Expense	Enterprise Fund	General Fund	Agency Fund	Foot Notes
	Principal	Interest	P&I	Misc. Fees*						
1	\$ 65,510,000	\$ -	\$ 4,258,150	\$ 4,258,150	\$ 15,000	\$ 4,273,150	\$ 4,273,150	\$ -	\$ -	
2	61,200,000	21,300,000	3,586,320	24,886,320	285,000	25,171,320	25,171,320	-	-	
3	-	2,470,000	-	2,470,000	9,500	2,479,500	2,479,500	-	-	
4	54,495,000	4,380,000	3,038,206	7,418,206	9,500	7,427,706	7,427,706	-	-	
5	140,255,000	7,335,000	7,120,575	14,455,575	9,500	14,465,075	14,465,075	-	-	
6	29,255,000	2,680,000	1,433,299	4,113,299	9,500	4,122,799	4,122,799	-	-	
7	167,870,000	485,000	8,291,910	8,776,910	9,500	8,786,410	8,786,410	-	-	
8	15,425,000	1,090,000	668,781	1,758,781	9,500	1,768,281	1,768,281	-	-	
9	178,420,000	1,625,000	9,360,238	10,985,238	9,500	10,994,738	10,994,738	-	-	
10	238,625,000	11,800,000	10,904,794	22,704,794	(1,078,919)	21,625,875	21,625,875	-	-	
11	243,795,000	-	11,308,950	11,308,950	(674,187)	10,634,763	10,634,763	-	-	
12	238,345,000	4,450,000	11,679,531	16,129,531	(452,857)	15,676,674	15,676,674	-	-	
13	43,655,000	-	2,182,750	2,182,750	(62,033)	2,120,717	2,120,717	-	-	
14	265,825,000	-	9,246,723	9,246,723	1,438,020	10,684,743	10,684,743	-	-	
15	-	2,332,000	85,998	2,417,998	5,000	2,422,998	2,422,998	-	-	
16	-	3,169,802	78,373	3,248,175	5,000	3,253,175	3,253,175	-	-	
17	-	2,315,000	-	2,315,000	9,500	2,324,500	2,324,500	-	-	
18	109,948,000	-	3,848,180	3,848,180	752,500	4,600,680	4,600,680	-	-	2
19	1,852,623,000	65,431,802	87,092,778	152,524,580	308,524	152,833,104	152,833,104	-	-	
20	13,450,000	12,640,000	874,250	13,514,250	5,000	13,519,250	13,519,250	-	-	
21	195,650,000	1,125,000	10,085,758	11,210,758	700,000	11,910,758	11,910,758	-	-	
22	13,655,000	6,260,000	805,645	7,065,645	5,000	7,070,645	7,070,645	-	-	
23	219,710,000	-	11,234,875	11,234,875	5,000	11,239,875	11,239,875	-	-	
24	108,650,000	2,800,000	5,133,888	7,933,888	5,000	7,938,888	7,938,888	-	-	
25	145,315,000	3,095,000	7,476,675	10,571,675	5,000	10,576,675	10,576,675	-	-	
26	68,835,000	8,785,000	3,473,738	12,258,738	(928,797)	11,329,941	11,329,941	-	-	
27	168,075,000	350,000	5,990,613	6,340,613	574,135	6,914,748	6,914,748	-	-	
28	214,850,000	1,600,000	7,525,967	9,125,967	679,777	9,805,744	9,805,744	-	-	
29	171,035,000	3,205,000	8,243,593	11,448,593	(157,675)	11,290,918	11,290,918	-	-	
30	77,254,000	355,000	3,492,405	3,847,405	416,500	4,263,905	4,263,905	-	-	3
31	4,340,000	2,170,000	185,535	2,355,535	-	2,355,535	2,355,535	-	-	
32	1,400,819,000	42,385,000	64,522,942	106,907,942	1,308,940	108,216,882	108,216,882	-	-	
33	49,781,112	1,980,504	-	1,980,504	-	1,980,504	1,980,504	-	-	
34	11,093,527	431,143	-	431,143	-	431,143	431,143	-	-	
35	67,107,788	2,658,622	-	2,658,622	-	2,658,622	2,658,622	-	-	
36	44,324,667	-	-	-	-	-	-	-	-	
37	93,497,256	3,263,595	-	3,263,595	-	3,263,595	3,263,595	-	-	
38	20,792,535	-	-	-	-	-	-	-	-	
39	328,246,643	21,958,197	-	21,958,197	-	21,958,197	21,958,197	-	-	
40	77,548,781	2,535,893	-	2,535,893	-	2,535,893	2,535,893	-	-	
41	104,195,373	3,307,713	-	3,307,713	-	3,307,713	3,307,713	-	-	
42	13,895,708	4,049,012	634,856	4,683,868	-	4,683,868	4,683,868	-	-	
43	-	-	-	-	852,000	852,000	852,000	-	-	
44	810,483,389	40,184,679	634,856	40,819,535	852,000	41,671,535	41,671,535	-	-	
45	264,885,000	-	4,157,388	4,157,388	(360,773)	3,796,615	3,796,615	-	-	4
46	264,885,000	-	4,157,388	4,157,388	(360,773)	3,796,615	3,796,615	-	-	
47	52,040,000	12,065,000	2,072,134	14,137,134	146,402	14,283,536	14,283,536	-	-	
48	-	-	-	-	500,715	500,715	500,715	-	-	-
49	188,350,000	3,775,000	6,594,134	10,369,134	615,829	10,984,963	10,984,963	-	-	6
50	240,390,000	15,840,000	8,666,268	24,506,268	1,262,946	25,769,214	25,769,214	-	-	
51	4,569,200,389	163,841,481	165,074,232	328,915,713	3,371,637	332,287,349	332,287,349	-	-	
52	8,457,534	222,233	499,199	721,432	1,000	722,432	-	722,432	-	1
53	19,005,000	570,000	975,526	1,545,526	1,000	1,546,526	-	1,546,526	-	1
54	27,462,534	792,233	1,474,725	2,266,958	2,000	2,268,958	-	2,268,958	-	
55	4,596,662,923	164,633,714	166,548,957	331,182,671	3,373,637	334,556,307	332,287,349	2,268,958	-	
56	18,905,000	17,775,000	1,630,870	19,405,870	174,157	19,580,027	-	-	19,580,027	5
57	41,560,000	175,000	1,613,788	1,788,788	79,167	1,867,955	-	-	1,867,955	5
58	3,175,000	985,000	142,788	1,127,788	12,898	1,140,686	-	-	1,140,686	5
59	63,640,000	18,935,000	3,387,446	22,322,446	266,222	22,588,668	-	-	22,588,668	
60	\$ 4,660,302,923	\$ 183,568,714	\$ 169,936,403	\$ 353,505,117	\$ 3,639,859	\$ 357,144,975	\$ 332,287,349	\$ 2,268,958	\$ 22,588,668	

4 - The interest expense budgeted for the 2005 Capital Grant Revenue Bonds is net of capitalized interest and earnings from the Debt Service Reserve Fund.
5 - The Benefit Assessment District debt service is solely an obligation of the respective Districts and is paid from assessments levied within each district.
6 - Debt service for the 2004 Union Station Gateway bonds is treated as rent and is reimbursed to the Enterprise Fund through the overhead allocation process.
* Includes amortized issuance costs, bond discounts & premiums.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Propositions A & C, and TDA Administration Expenditures and Funding

Project	Task Name	REVENUE SOURCE					Total Allocation
		FY07 Proposed	Prop A Administration	Prop C Administration	TDA Administration	TDA Planning and Programming	
1	Transfers	-	-	-	-	-	-
2	Beginning Fund Balance	\$ -	\$ 6,344,591	\$ -	\$ -	\$ -	\$ 6,344,591
3	Revenues for the year - Actual		33,375,106	10,013,800	2,491,647	3,508,353	53,075,587
4	Available funds		39,719,697	10,013,800	2,491,647	3,508,353	59,420,178
5							
6	<u>100002-Governmental/Oversight</u>						
7	General Oversight	21,054,144	21,054,144	-	-	-	21,054,144
8	Legal Expenses	166,000	166,000	-	-	-	166,000
9	Transportation Foundation	41,504	41,504	-	-	-	41,504
10	Treasury Oversight	207,225	207,225	-	-	-	207,225
11	Total Project 100002	21,468,873	21,468,873	-	-	-	21,468,873
12							
13	<u>100012-Prop A & C Audit</u>						
14	Prop A & C Audit	85,914	42,957	42,957	-	-	85,914
15	Total Project 100012	85,914	42,957	42,957	-	-	85,914
16							
17	<u>100050-Administration-Special Revenue Planning</u>						
18	G&A Costs	5,281,690	3,482,000	1,799,690	-	-	5,281,690
19	Total Project 100050	5,281,690	3,482,000	1,799,690	-	-	5,281,690
20							
21	<u>100060-Admin.-General Planning</u>						
22	G & A Costs	6,262,043	2,807,643	3,454,399	-	-	6,262,043
23	Total Project 100060	6,262,043	2,807,643	3,454,399	-	-	6,262,043
24							
25	<u>405510-Other Planning and Programming - Admin.</u>						
26	Funds Programming	504,721	-	-	-	-	504,721
27	Consolidated Audit Services	643,495	195,841	204,058	243,596	-	643,495
28	Triennial Audit Management	1,034,385	-	-	1,034,385	-	1,034,385
29	HOV Administration	14,638	-	-	-	14,638	14,638
30	Prop A/C Administration	186,477	93,238	93,238	-	-	186,477
31	Grants Administration	1,123,970	-	200,000	282,500	-	1,123,970
32	TDA Article 3 & 8	161,459	-	-	161,459	-	161,459
33	TIP Administration	921,834	209,000	209,000	-	-	921,834
34	STIP PPM	1,181,978	-	-	-	-	1,181,978
35	Government Coordination / Outreach.	400,233	-	400,233	-	-	400,233
36	Bus System Improvements Plan	108,061	108,061	-	-	-	108,061
37	Station Planning/Joint Develop	433,781	-	-	-	433,781	433,781
38	Bike Parking Racks & Lockers	46,085	-	-	-	46,085	46,085
39	Art Program	184,341	-	184,341	-	-	184,341
40	Public Outreach	22,502	-	22,502	-	-	22,502
41	General Planning	907,295	-	-	-	907,295	907,295
42	MTA / OCTA Commuter Rail Plan	65,000	-	65,000	-	-	65,000
43	General Commuter Program	3,301	3,301	-	-	-	3,301
44	Increase customer awareness Program	2,068,025	113,491	1,954,533	-	-	2,068,025
45	Total Project 405510	10,011,581	722,933	3,332,906	1,721,940	1,401,799	10,011,581

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Project	Task Name	REVENUE SOURCE					Total Allocation
		FY07 Proposed	Prop A Administration	Prop C Administration	TDA Administration	TDA Planning and Programming	
46	<u>405511-Transit Planning - Admin.</u>						
47	LA County Token Program	\$ 37,916	\$ -	\$ 37,916	\$ -	\$ -	\$ 37,916
48	Long Range Plan Update	904,707	-	12,078	-	442,522	904,707
49	Smart Shuttle	11,903	11,903	-	-	-	11,903
50	Municipal Funding & Coordination.	331,188	110,396	110,396	110,396	-	331,188
51	Admin. NTD Report - Local Cities	88,833	29,611	29,611	29,611	-	88,833
52	Restructuring Study	362,018	-	-	-	362,018	362,018
53	Bus Service Improvements	3,605,339	3,263,663	341,676	-	-	3,605,339
54	Metro Rapid Bus	561,856	-	561,856	-	-	561,856
55	(BSP) Bus Service Efficiency & Effectiveness	547,344	267,029	280,315	-	-	547,344
56	Transit Planning	770,608	-	-	-	770,608	770,608
57	Rapid Bus Planning (BRT) Research	10,000	-	10,000	-	-	10,000
58	Eastside Ext. Pedestrian Crossing	50,000	-	-	-	50,000	50,000
59	ADA Compliance	38,000	-	-	-	38,000	38,000
60	Research & Development	491,875	-	-	-	316,570	491,875
61	Metro Access - South Bay - Pedestrian/Bicycle	109,566	-	-	-	109,566	109,566
62	GIS Work for Planning Studies	246,536	-	-	-	17,270	246,536
63	Total Project 405511	8,167,690	3,682,602	1,383,848	140,007	2,106,554	8,167,690
64							
65	<u>410053-TDA Subsidy (SCAG & LA County Auditor/Controller)</u>						
66	SCAG & LA County Auditor/Controller	629,700	-	-	629,700	-	629,700
67	Total Project 410053	629,700	-	-	629,700	-	629,700
68							
69	<u>609911-Transit Academy/TOPS</u>						
70	TOP	20,390	20,390	-	-	-	20,390
71	Total Project 609911	20,390	20,390	-	-	-	20,390
72							
73	<u>610340-Investment & Debt Management</u>						
74	Investment & Debt Management	950,653	950,653	-	-	-	950,653
75	Total Project 610340	950,653	950,653	-	-	-	950,653
76							
77	<u>Total Expenditures/Allocations</u>	52,878,533	33,178,052	10,013,800	2,491,647	3,508,353	52,878,533
78							
79	Remaining balance at June 30, 2007	\$ -	\$ 6,541,645	\$ -	\$ -	\$ -	\$ 6,541,645

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

Summary of Revenues and Carryover by Source

(Amounts in thousands)	Fiscal Year 2005			Fiscal Year 2006				Fiscal Year 2007				
	Revenue Source	Carryover	Actual	Total	Carryover	Amended	Total	Programmed	Carryover	Proposed	Total	Programmed
1 Sales Tax Revenues												
2 Proposition A												
3 Administration	\$ 4,933	\$ 30,975	\$ 35,908	\$ 7,159	\$ 30,967	38,127	\$ 32,871	\$ 6,345	\$ 33,375	39,720	33,178	
4 Local Return (25%)	5,005	147,130	152,136	5,828	147,095	152,923	147,095	5,828	158,532	164,360	164,360	
5 Rail - Set Aside (35%)	30,322	205,983	236,304	38,739	205,933	244,673	209,695	34,978	221,944	256,922	256,922	
6 Discretionary (95% of 40%)	53,288	223,638	276,927	39,029	223,585	207,956	205,469	2,487	240,968	213,464	213,464	
7 Incentive (5% of 40%)	24,986	11,770	36,757	19,271	11,768	31,038	11,768	19,270	12,683	31,953	13,149	
8 Total Proposition A	118,534	619,497	738,031	110,026	619,348	674,717	606,898	68,908	667,502	706,419	681,073	
9												
10 Proposition C												
11 Administration	721	9,294	10,014	1,090	9,290	10,380	9,290	-	10,014	10,013	10,014	
12 Local Return (20%)	8,945	122,056	131,001	4,855	122,006	126,861	122,006	4,855	131,515	136,370	136,370	
13 Security (5%)	2,469	30,514	102,566	5,529	30,502	36,031	32,429	3,602	32,879	36,480	32,879	
14 Commuter Rail (10%)	72,052	61,028	210,670	49,649	61,003	110,652	93,205	17,447	65,757	83,204	76,006	
15 Streets & Highways (25%)	149,642	152,570	302,212	88,238	152,508	240,746	181,835	58,911	164,393	223,304	223,304	
16 Discretionary (40%)	27,743	244,113	271,856	36,181	244,012	334,851	272,291	62,561	263,029	355,581	335,749	
17 Total Proposition C	261,571	619,575	881,146	185,543	619,321	859,521	711,056	147,376	667,587	844,952	814,322	
18												
19 Transportation Development Act - TDA												
20 Administration	-	6,000	6,000	-	6,000	6,000	6,000	-	6,000	6,000	6,000	
21 Article 3 - (2%)	14,192	6,169	20,362	3,698	6,177	9,875	6,236	3,639	6,656	10,295	6,897	
22 Article 4 - (92.68%)	124,958	285,818	410,776	4,556	286,085	294,000	282,731	11,269	308,100	319,369	319,369	
23 Article 8 - (5.32%)	1,284	16,470	17,755	1,806	16,585	18,391	16,745	1,646	18,068	19,714	18,720	
24 Total TDA	140,435	314,457	454,892	10,060	314,847	328,266	311,712	16,554	338,825	355,379	350,986	
25												
26 State Transit Assistance - STA												
27 Revenue Share - PUC 99314	45,193	17,600	62,793	6,919	21,618	28,537	30,934	(2,396)	35,259	32,863	32,863	
28 Population Share - PUC 99313	13,244	16,387	29,631	7,099	19,169	26,268	25,475	793	32,631	33,424	33,424	
29 Total STA	58,437	33,987	92,424	14,018	40,787	54,805	56,408	(1,603)	67,890	66,287	66,287	
30 Total Sales Tax	578,977	1,587,516	2,166,493	319,647	1,594,302	1,917,309	1,686,074	231,235	1,741,803	1,973,037	1,912,668	
31												
32 Intergovernmental												
33 Local Funds												
34 City of LA	-	-	-	-	7,111	7,111	7,111	-	2,557	2,557	2,557	
37 Local Other *	-	2,798	2,798	-	-	-	2,453	-	-	-	(2,482)	
38 Total local funds	-	2,798	2,798	-	7,111	7,111	9,564	-	2,557	2,557	75	
39 State Funds												
40 State Regional STIP	-	31,434	31,434	-	69,130	69,130	69,130	-	75,010	75,010	75,010	
41 State Highway Account	-	-	-	-	237	237	237	-	157	157	157	
42 TCRP, AB 2928 (State Traffic Congestion Relief Prog)	-	-	-	-	854	854	854	-	98,816	98,816	98,816	
43 STIP - PPM	-	-	-	-	605	605	605	-	3,687	3,687	3,687	
44 Freeway Service Patrol - State/Local Grant	-	-	-	-	9,000	9,000	9,000	-	9,500	9,500	9,500	
45 State Other	-	117	117	-	165	165	165	-	6,029	6,029	6,029	
46 Total State Funds	-	31,551	31,551	-	79,991	79,991	79,991	-	193,199	193,199	193,200	
47 Federal Funds												
48 Federal Section 5309 [3] Capital - New Starts	-	97,386	97,386	-	80,000	80,000	80,000	-	100,000	100,000	100,000	
49 Federal Section 5309 [3] Fixed Guideways	-	-	-	-	22,128	22,128	17,425	-	825	825	825	
50 Federal Section 5309 [3] Bus Facilities	-	-	-	-	15,960	15,960	15,960	-	11,241	11,241	11,241	
51 Federal Section 5307 [9] Capital	-	95,686	95,686	-	22,171	22,171	6,654	-	10,030	10,030	10,030	
52 Congestion Mitigation & Air Quality - CMAQ	-	37,284	37,284	-	114,646	114,646	106,856	-	80,356	80,356	80,356	
53 Federal TEA	-	-	-	-	1,992	1,992	1,992	-	162	162	162	
54 Regional Surface Transp. Funds (RSTP)	-	-	-	-	68,090	68,090	68,090	-	4,292	4,292	4,292	
55 Federal STP	-	-	-	-	(320)	(320)	(320)	-	1,211	1,211	1,211	
56 Federal Homeland Security	-	-	-	-	3,240	3,240	2,089	-	4,445	4,445	4,445	
57 Job Access Reverse Commute (JAR) S3035	-	-	-	-	-	-	-	-	68	68	68	
58 Federal Other	-	7,200	7,200	-	5,479	5,479	5,479	-	2,366	2,366	2,366	
59 Total Federal Funds	-	237,556	237,556	-	333,386	333,386	304,224	-	214,996	214,996	214,997	
60 Total Intergovernmental	-	271,905	271,905	-	420,488	420,488	393,779	-	410,753	410,753	408,272	
61 Balance to following page	\$ 578,977	\$ 1,859,421	\$ 2,438,398	\$ 319,647	\$ 2,014,791	\$ 2,337,797	\$ 2,079,853	\$ 231,235	\$ 2,152,556	\$ 2,383,790	\$ 2,320,940	

Los Angeles County Metropolitan Transportation Authority Proposed FY07 Budget

Revenue Source	Fiscal Year 2005			Fiscal Year 2006				Fiscal Year 2007			
	Carryover	Actual	Total	Carryover	Amended	Total	Programmed	Carryover	Proposed	Total	Programmed
62 Balance from previous page	\$ 578,977	\$ 1,859,421	\$ 2,438,398	\$ 319,647	\$ 2,014,791	\$ 2,334,438	\$ 2,079,853	\$ 231,235	\$ 2,152,556	\$ 2,383,790	\$ 2,320,940
63 Investment Income											
64 Prop A Interest	(2,097)	1,545	(552)	(2,865)	2,000	(865)	402	(1,267)	1,200	(67)	-
65 Prop C Interest	(2,723)	4,537	1,814	(9,942)	7,600	(2,342)	-	(2,342)	3,000	658	-
66 TDA Interest	2,599	2,934	5,533	3,360	2,000	2,000	2,000	-	-	-	-
67 STA Interest	-	1,263	1,263	-	500	500	500	-	900	900	400
68 General Fund - Interest Revenue	-	2,022	2,022	-	791	791	791	184	2,500	2,684	150
69 Sales Leaseback	-	657	657	-	630	630	617	-	600	600	-
70 Right of Way Lease Revenues	-	1,223	1,223	-	606	606	606	-	800	800	-
71 SAFE - Interest Revenue	-	573	573	-	950	950	950	-	685	685	685
72 FAU Cash Interest	-	199	199	-	185	185	13	-	150	150	-
73 Interest Earned on Debt Service Funds	-	7,012	7,012	-	-	-	-	-	-	-	-
74 Interest Earned on Capital Projects Fund/ISF	-	5,405	5,405	-	-	-	-	-	-	-	-
75 Total Investment Income	(2,221)	27,370	25,149	(9,448)	15,262	5,814	5,879	(3,425)	9,835	6,410	1,235
76 Lease and Rental	48,443	12,303	60,746	22,531	10,652	33,183	21,844	11,339	10,325	21,664	9,031
77 License and Fines	-	-	-	-	-	-	-	-	-	-	-
78 SAFE	26,574	7,577	34,151	28,982	7,000	35,982	12,114	23,868	7,000	30,868	20,210
79 HOV Lanes Fines	2	507	508	13	500	513	513	-	500	500	500
80 Total License and Fines	26,576	8,084	34,659	28,995	7,500	36,495	12,627	23,868	7,500	31,368	20,710
81 Other											
82 General Fund Revenues											
83 Parking Fees - USG Building	-	-	-	-	1,326	1,326	-	-	973	973	283
84 Reserved Parking Permits At Rail Stations	-	-	-	-	60	60	-	-	-	-	-
85 Sales Leaseback	50,168	-	50,168	20,390	-	20,390	16,461	3,928	-	3,928	3,752
86 Employee Activities	(79)	-	(79)	(10)	568	558	568	(10)	569	558	558
87 Miscellaneous Other	-	2,680	2,680	-	51	51	-	-	100	100	-
88 Surplus Property	-	-	-	-	-	-	-	-	4,500	4,500	-
89 Cafeteria, Vending at Station	-	181	181	-	75	75	-	-	80	80	-
90 General Fund Estimated Carryover Balance	35,536	-	35,536	39,057	-	39,057	5,325	35,244	-	35,244	-
91 Total General Fund Revenues	85,625	2,861	88,486	59,436	2,080	61,517	22,554	39,162	6,222	45,384	4,594
92 FAU Cash	7,394	-	7,394	5,115	-	5,115	3,994	1,121	-	1,121	1,121
93 Ridesharing	1,317	21	1,337	1,344	-	1,344	-	1,344	-	1,344	-
94 Benefit Assessment District	-	21,704	21,704	-	22,841	22,841	22,841	-	22,987	22,987	22,987
95 EZ Pass Program	-	4,306	4,306	-	4,852	4,852	4,852	-	8,002	8,002	8,002
96 Total other	94,335	28,892	123,227	65,895	29,774	95,669	54,042	41,627	37,210	78,837	36,703
97 Operating Revenues:											
98 Fare Box Revenues - Passenger Fares	-	261,345	261,345	-	271,551	271,551	271,551	-	275,880	275,880	275,880
99 Route Subsidies - Hollywood Shuttle	-	480	480	-	500	500	500	-	500	500	500
100 Metrolink Reimbursement	-	8,173	8,173	-	2,650	2,650	2,650	-	2,650	2,650	2,650
101 Advertising	-	14,683	14,683	-	15,675	15,675	15,675	-	16,225	16,225	16,225
102 Total Operating Revenues	-	284,681	284,681	-	290,376	290,376	290,376	-	295,255	295,255	295,255
103 Non-operating Revenues											
104 FTA Grant - 5307 Preventive Maintenance	-	145,488	145,488	-	152,716	152,716	152,716	-	123,606	123,606	123,606
105 FTA Grant - 5340 Growing States Rail Preventive Maint	-	-	-	-	-	-	-	-	6,400	6,400	6,400
106 FTA Grant - 5309 Bus Facilities	-	-	-	-	-	-	-	-	-	-	-
107 FTA Grant - 5309 Fixed Guideways	-	43,176	43,176	-	17,627	17,627	17,627	-	40,281	40,281	40,281
108 FTA Grant - CMAQ Ops.	-	27,396	27,396	-	39,000	39,000	39,000	-	15,520	15,520	15,520
110 Federal - Homeland Security	-	539	539	-	851	851	851	-	2,326	2,326	2,326
111 State - Homeland Security	-	-	-	-	785	785	785	-	-	-	-
112 Interest Revenues (Pooled Cash Interest Only)	-	2,152	2,152	-	3,800	3,800	3,800	-	500	500	500
115 Bus Parts/Scrap Sales	-	-	-	-	530	530	530	-	530	530	530
116 Filming Fees	-	577	577	-	550	550	550	-	550	550	550
117 County Buy Down	-	428	428	-	439	439	439	-	450	450	450
118 Fare Violations/Fines	-	-	-	-	2,000	2,000	2,000	-	750	750	750
119 Proceeds from Sales of Surplus Property	-	616	616	-	3,900	3,900	3,900	-	-	-	-
120 Miscellaneous	-	-	-	-	500	500	500	-	500	500	500
121 Total Other	-	1,621	1,621	-	7,919	7,919	7,919	-	2,780	2,780	2,780
122 Total Non-operating Revenue	-	220,373	220,373	-	222,698	222,698	222,698	-	191,413	191,413	191,413
123 Total Revenues	746,110	2,441,123	3,187,233	427,620	2,591,053	3,022,032	2,687,319	304,643	2,704,094	3,008,736	2,875,287
124 Other Financing Sources											
125 Proceeds from Financing											
126 Proposition A Rail Bonds/CP	-	104,210	104,210	-	26,991	26,991	26,512	-	57,037	57,037	57,037
127 Proposition A Disc Bonds/CP	-	-	-	-	4,424	4,424	4,424	5,000	3,536	8,536	8,536
128 Proposition Commuter Rail Bond/CP	-	-	-	-	-	-	-	-	13,777	13,777	13,777
129 Proposition C Discretionary Bonds/CP	-	203	203	-	3,558	3,558	3,558	-	25,208	25,208	25,208
130 Proposition C St & Hwys Bonds/CP	-	88,423	88,423	-	58,685	58,685	57,288	397	33,394	33,791	33,791
131 FFGA Financing Bonds	-	(7,239)	(7,239)	-	-	-	-	-	16,020	16,020	16,020
132 General Revenue Bond	-	-	-	-	299	299	-	2	1,298	1,300	1,302
133 Total Proceeds from Financing	-	185,597	185,597	-	93,957	93,658	91,782	5,397	150,270	155,669	155,672
134 Proceeds from Refunding Bonds	-	-	-	-	75,673	75,673	75,673	-	-	-	-
135 Total Other Financing Sources	-	185,597	185,597	-	169,630	169,630	167,455	5,397	150,270	155,667	155,672
136 Total Revenues and Carryovers	\$ 746,110	\$ 2,626,720	\$ 3,372,830	\$ 427,620	\$ 2,760,683	\$ 3,188,303	\$ 2,854,774	\$ 310,040	\$ 2,854,364	\$ 3,164,403	\$ 3,030,959

NOTE: Intergovernmental funds are on reimbursement basis; therefore, no carryover balances are assumed.
* Includes non-cash items

Public Transportation Services Corporation

In December 1996, LACMTA created the Public Transportation Services Corporation (PTSC), a nonprofit public benefit corporation organized under the laws of the state. PTSC was created in order to transfer certain functions, currently performed by the LACMTA, and the employees related to those functions, to this new corporation. The PTSC conducts essential public transportation activities including but not limited to the following: (a) coordinates multi-modal multi-jurisdictional transportation planning, (b) programs Federal, state and local funds for transportation projects

county-wide within Los Angeles County, (c) oversees construction, (d) provides certain administrative services to the County's Service Authority for Freeway Emergencies (SAFE) and the Southern California Regional Rail Authority (SCRRA), (e) provides security services to the operation of the Metro Bus and Rail systems, and (f) provides other activities and services as it deems necessary. One advantage of the PTSC is that it allows the employees of the corporation, including those transferred from the LACMTA, to participate in the California Public Employees Retirement System (PERS).

**Statement of Revenues, Expenses and Changes in Retained Earnings
For The Years Ending June 30, 2005, 2006, and 2007.**

(Amounts in millions) PTSC Only	FY05	FY06	FY07
	Actual	Budget	Proposed
1 Revenue:			
2 Reimbursement for support services	\$ 154.0	\$ 168.5	\$ 177.9
3 Total revenue	154.0	168.5	177.9
4			
5 Operating expenses:			
6 Salaries, wages & fringe	153.5	168.1	177.6
7 Services, leases, taxes & misc	0.6	0.4	0.3
8 Total expenses	154.0	168.5	177.9
9			
10 Increase(decrease) in retained earnings	-	-	-
11			
12 Retained earnings - beginning of year	-	-	-
13			
14 Retained earnings - end of year	\$ -	\$ -	\$ -

Agency Funds

Benefit Assessment is a fee used to pay part or all of the cost of capital improvements enhancing the value of property receiving service from, or located near and benefiting from, those capital improvements. Metro's Benefit Assessment is a levy on properties within one-half mile of downtown Metro Red Line stations and one-third mile of the Westlake/MacArthur Park Station.

Metro's Benefit Assessment Districts (BAD) A1 and A2 were created pursuant to a resolution adopted by the former Southern California Rapid Transit District's Board of Directors on July 11, 1985 to pay for a portion of the construction costs of the Metro Red Line Segment 1 stations. BAD A1 includes the downtown area of Los Angeles. The boundary is set at one-half mile from the centers of the Metro

Red Line Union, Civic Center, Pershing Square, and 7th Street Metro Stations. BAD A2 includes the MacArthur Park area. The boundary is set at one-third mile from the center of the Westlake/MacArthur Park Station.

The purpose of the BAD Program is threefold: (1) to ensure that assessments are levied at a rate high enough to repay the A1 and A2 Assessment Districts' bonded indebtedness and administrative costs, (2) to implement the property owner appeals process, and (3) to maintain a current inventory of assessable properties. The A1 and A2 Districts' bonds do not constitute an indebtedness of the MTA and are payable solely from payments received on assessments against the levied properties.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

**Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ending June 30, 2005, 2006 and 2007**

(Amounts in millions)

Agency Fund	Benefit Assessment District		
	FY05 Actuals	FY06 Budget	FY07 Proposed
1 Revenue:			
2 Other	\$ 22.4	\$ 22.8	\$ 23.0
3 Total revenues	22.4	22.8	23.0
4			
5 Expenditures:			
6 Debt and interest expenditures	22.2	22.5	22.6
7 General and administrative	0.2	0.3	0.4
8 Total expenditures	22.4	22.8	23.0
9			
10 Net change in fund balances	-	-	-
11			
12 Fund balances - beginning of year	-	-	-
13			
14 Fund balances - end of year	\$ -	\$ -	\$ -

Service Authority for Freeway Emergencies

The Los Angeles County Service Authority for Freeway Emergencies (SAFE) was established in Los Angeles County in 1988. SAFE is a separate legal authority created under state law and is responsible for providing motorist aid services in Los Angeles County. SAFE currently operates, manages and/or funds:

- The Los Angeles County Kenneth Hahn Call Box System
- #399 – Mobile Call Box program
- Metro Freeway Service Patrol (FSP) Big Rig Demonstration Project
- The expansion of the Metro Freeway Service Patrol.

In FY07, SAFE will continue the operation and management of the call box system and the #399 program. SAFE will also continue its funding of the Metro FSP Big Rig Demonstration Project and the expansion of the Metro FSP program. SAFE also plans on completing an evaluation of the entire

call box system and obtaining authorization to proceed with implementing the recommendations regarding the placement and number of call boxes throughout the County.

Another item on SAFE's agenda for FY07 is the implementation of a new Motorist Aid and Traveler Information System (MATIS). This new system will consolidate all call center operations, provide Metro FSP fleet monitoring services and provide comprehensive traveler information services via the web and phone (511). SAFE plans on having a contract awarded during the first quarter of FY07 and beginning the operation of MATIS during the third quarter of FY07.

SAFE receives its funding from a dedicated \$1 surcharge assessed on each vehicle registered within Los Angeles County. SAFE's annual budget is developed and approved separately from Metro's budget by the SAFE Board of Directors.

**Los Angeles County Metropolitan Transportation Authority
Proposed FY07 Budget**

**Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ending June 30, 2005, 2006 and 2007**

(Amounts in millions)

Service Authority for Freeway Emergencies	FY05 Actual	FY06 Budget	FY07 Proposed
1 Revenue:			
2 Investment income	\$ 0.6	\$ 1.0	\$ 0.7
3 Licenses and fines	7.6	7.0	7.0
4 Other	-	-	-
5 Total revenues	8.1	8.0	7.7
6 Expenditures:			
7 Services	4.5	11.4	15.7
8 General and administrative	1.2	1.7	2.2
9 Total expenditures	5.7	13.1	17.9
10 Excess (deficiency) of revenue over			
11 expense before transfers	2.4	(5.1)	(10.2)
12 Other Financing Sources (Uses)			
13 Operating Transfers in			-
14 Operating Transfer (out)			(3.0)
15 Total other financing and sources (uses)	-	-	(3.0)
16 Fund balances - beginning of year	26.6	29.0	23.9
17 Fund balances - end of year	\$ 29.0	\$ 23.9	\$ 10.7

Exposition Metro Line Construction Authority

The Exposition Metro Line Construction Authority was created by the State Legislature under Public Utilities Code Section 132600, et seq., for the purpose of awarding and overseeing final design and construction contracts for completion of the Los Angeles-Exposition Metro Line light rail project from the Metro Rail Station at 7th Street and Flower Street in the City of Los Angeles to the downtown area of the City of Santa Monica.

The Authority is governed by a board consisting of seven voting members, which are appointed as follows: 1) two members appointed by the City Councils of the Cities of Santa Monica and Culver City, 2) two members appointed by the Los Angeles County Board of Supervisors, 3) one member appointed by Metro, and 4) two members appointed by the City Council of the City of Los Angeles. The CEO of Metro also serves as an ex-officio, non-voting member.

Statement of Revenues, Expenditures and Changes in Fund Balances For The Years Ending June 30, 2005, 2006, and 2007.

(Amounts in millions)

Exposition Metro Line Construction Authority	FY05 Actual *	FY06 Amended	FY07 Proposed
1 Revenue:			
2 Reimbursement from Metro		\$ 43.8	\$ 119.1
3 Total revenue		43.8	119.1
4			
5 Expenditures:			
6 Expo & Metro Staff & Administration		4.4	6.6
7 Professional Services & Consultants		6.8	10.7
8 Real Estate Acquisition		15.3	20.3
9 Utility Relocation		2.8	4.0
10 Design/Build Contract		14.5	77.4
11 Total expenditures		43.8	119.1
12			
13 Increase(decrease) in retained earnings		-	-
14			
15 Retained earnings - beginning of year		-	-
16			
17 Retained earnings - end of year		\$ -	\$ -

* FY06 was first year of program.

