PTSC

Public Transportation Services Corporation

One Gateway Plaza, Los Angeles, CA 90012

213 922 4611

PTSC Board August 17, 2006

SUBJECT: FISCAL YEAR 2007 BUDGET

ACTION: ADOPT THE FISCAL YEAR 2007 BUDGET

RECOMMENDATION

Adopt the Public Transportation Services Corporation (PTSC) FY07 budget as summarized in the attachment to this report.

FINANCIAL IMPACT

The budget is consistent with salary, fringe benefits, and support costs included in the adopted Los Angeles County Metropolitan Authority budget for PTSC, Teamster, AFSCME and Non-Contract employees that support PTSC. The budget of \$177.1 million is balanced by revenue from MTA (\$176.1 million), SAFE (\$0.9 million), and SCRRA (\$0.08 million).

ALTERNATIVES CONSIDERED

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

DISCUSSION

The FY07 budget of \$177.1 million represents an increase of \$8.6 million, or 5.1% more than the FY06 budget. This increase includes an MTA approved salary increase of 2% for all PTSC employees and \$1.4 million for sixteen new bus supervisor positions.

Terry Matsumoto

Chief Financial Officer, PTSC



Metropolitan Transportation Authority

ATTACHMENT A - PTSC FY07 ADOPTED BUDGET

Description	FY07 Proposed	FY06 Budget	Increase (Decrease)
1 Revenue:			
2 MTA	\$ 176,155,933	\$ 167,600,752	\$ 8,555,181
3 SAFE	894,090	869,793	24,297
4 SCRRA	75,500	26,250	49,250
5 Total Revenue	177,125,523	168,496,795	8,628,728
6			
7 Operating Expenses:			
8 Salaries, wages & fringe	176,864,160	168,143,504	8,720,656
9 Services, leases, taxes & misc.	261,363	353,291	(91,928)
10 Total Expenses	177,125,523	168,496,795	8,628,728
11			
12 Increase in Retained Earnings	-	-	-
13			
14 Retained Earnings - beginning of year	-	-	-
15			
16 Retained Earnings - end of year	\$ -	\$ -	\$ -