



**MTC SERVICE AUTHORITY FOR FREEWAYS
AND EXPRESSWAYS (SAFE)
Proposed FY 2022-23 Budget**

SAFE Resolution No. 69

JUNE 10, 2022

SAFE FY 2022-23 Operating Budget

2

Operations

- ▶ Freeway Assist Program (FAP) provides callbox services
- ▶ Freeway Service Patrol (FSP) for vehicle towing services

Revenue \$21.3M, down 0.5%

Expense \$21.8M, down 0.1%

Operating deficit \$507 thousand

- covered by a transfer from \$21.8M reserve with \$18.0M undesignated available for both operating and capital programs

REVENUE AND EXPENSE SUMMARY					
OPERATING REVENUE/EXPENSE	Actual as of 2/28/2022	FY 2021-22 Budget	FY 2022-23 Draft	Change % Inc./Dec.	Change \$ Inc./Dec.
Freeway Assist Program	\$4,275,525	\$6,613,940	\$6,854,000	3.6%	\$240,060
Freeway Service Patrol	\$7,183,784	\$14,829,237	\$14,492,000	-2.3%	(\$337,237)
Subtotal Operating Revenue	\$11,459,309	\$21,443,177	\$21,346,000	-0.5%	(\$97,177)
Freeway Assist Program	\$1,236,987	\$3,055,766	\$2,983,137	-2.4%	(\$72,629)
Freeway Service Patrol	\$9,732,855	\$18,756,762	\$18,869,986	0.6%	\$113,224
Subtotal Operating Expense	\$10,969,842	\$21,812,528	\$21,853,124	0.2%	\$40,596
Operating Surplus (Shortfall) before Transfer	\$489,467	(\$369,351)	(\$507,124)	37.3%	(\$137,773)
Transfers Out	\$1,830,448	\$1,550,000	\$0	-100.0%	(\$1,550,000)
Total Operating Surplus (Shortfall)	(\$1,340,981)	(\$1,919,351)	(\$507,124)	-73.6%	\$1,412,227
Transfer In from Reserve	\$0	\$1,919,351	\$507,124	-73.6%	(\$1,412,227)

SAFE OPERATING REVENUE

- ❖ Total operating revenue \$21.3M
- ❖ Revenue sources
 - ❖ DMV fees (FAP) increase
 - ❖ State LAP (FSP) increase
 - ❖ SB1 (FSP) lesser allocation

REVENUE DETAIL				
OPERATING REVENUE	Actual as of 2/28/2022	FY 2021-22 Budget	FY 2022-23 Draft	Change % Inc./Dec.
FREEWAY ASSIST PROGRAM REVENUE				
DMV (Annual Vehicle Registration Fees)	\$4,272,760	\$6,609,940	\$6,850,000	3.6%
Interest	\$2,765	\$4,000	\$4,000	0.0%
Subtotal: Freeway Assist Program Revenue	\$4,275,525	\$6,613,940	\$6,854,000	3.6%
Freeway Service Patrol REVENUE				
State Local Assistance Program (LAP)	\$4,217,445	\$7,629,237	\$7,970,600	4.5%
Road Repair & Accountability Act (SB 1)	\$2,966,339	\$7,200,000	\$6,521,400	-9.4%
Subtotal: Freeway Service Patrol Revenue	\$7,183,784	\$14,829,237	\$14,492,000	-2.3%
Total Operating Revenue	\$11,459,309	\$21,443,177	\$21,346,000	-0.5%

SAFE Operating Expense

Total operating expense \$21.8M

- - Salaries & Benefits down for one project staff moved to another fund
- ▶ - General Ops increased due to insurance for cybersecurity
- ▶ - Anticipated additional consulting services both for FAP and FSP
- ▶ - Decreased callbox maintenance and marketing for FAP
- ▶ - Increased FSP towing contract increases with traffic increase

EXPENSE DETAIL					
OPERATING EXPENSE DETAIL	Actual as of 2/28/2022	FY 2021-22 Budget	FY 2022-23 Draft	Change % Inc.//(Dec.)	Change \$ Inc.//(Dec.)
I. SALARIES AND BENEFITS	\$967,420	\$1,809,461	\$1,456,386	-19.5%	-\$242,463
FAP	\$461,229	\$940,224	\$857,737	-8.8%	-\$62,303
FSP	\$506,191	\$869,237	\$598,649	-31.1%	-\$180,160
II. GENERAL OPERATIONS	\$180,517	\$317,850	\$443,217	39.4%	\$125,367
FAP	\$117,504	\$255,325	\$327,759	28.4%	\$72,434
FSP	\$63,013	\$62,525	\$115,459	84.7%	\$52,934
III. PROJECT CONSULTANT SERVICES	\$202,935	\$760,000	\$903,614	18.9%	\$143,614
FAP	\$133,570	\$655,000	\$778,614	18.9%	\$123,614
FSP	\$69,365	\$105,000	\$125,000	19.0%	\$20,000
IV. PROJECT OPERATING CONTRACTS	\$9,545,767	\$18,770,000	\$18,903,500	0.7%	\$133,500
FAP	\$454,420	\$1,050,000	\$878,500	-16.3%	-\$171,500
FSP	\$9,091,347	\$17,720,000	\$18,025,000	1.7%	\$305,000
Total FAP	\$1,236,987	\$3,055,766	\$2,983,137	-2.4%	-\$52,445
Total FSP	\$9,732,855	\$18,756,762	\$18,869,986	0.6%	\$203,652
Total Operating Expense	\$10,969,842	\$21,812,528	\$21,853,124	0.2%	\$151,207

SAFE Capital Program

- Life to Date Capital Budget
\$ 9.1 million
- No new projects

Program	Funding Source	Life to Date thru FY 2021-22 Budget	FY 2022-23 SAFE RESO 69 Budget	Life to Date thru FY 2022-23 Budget
6306 FSP Data-AVL				
	CMAQ	0	0	0
	SAFE	2,270,000	0	2,270,000
	STBG	1,556,260	0	1,556,260
		3,826,260	0	3,826,260
6314 CBX Site Improvement				
	SAFE	2,744,331	0	2,744,331
		2,744,331	0	2,744,331
6320 Emergency/Major Incidents Program				
	SAFE	1,000,000	0	1,000,000
		1,000,000	0	1,000,000
6321 Incident Management Capital Program				
	SAFE	1,000,000	0	1,000,000
		1,000,000	0	1,000,000
6322 NEW Connected Bay Area Capital Program				
	SAFE	500,000	0	500,000
		500,000	0	500,000
		0	0	0
Total		\$9,070,591	\$0	\$9,070,591

► Authorization to administer the MTC SAFE FY 2022-23 Budget

- Adjustments within line-items but no overall increase to FY 2022-23 Budget without SAFE approval
- Delegates contract and administrative approval to Operations Committee
- Authorizes carryover and re-budgeting of all grants, contract and funds not completed during FY 2021

- Designates reserves for budget, year-end expenses and operating reserve

FY 2022-23 Reserves (in thousands):

• Year-end Encumbrance	\$	500
• Fixed Assets		250
• Operating reserve		10,673

Total Designations/Restricted	\$	11,423
Unrestricted		9,527

Total Fund Balance	\$	20,951