

**Metropolitan Transportation Commission
Service Authority for Freeways and Expressways
Operations Committee**

June 14, 2019

Agenda Item 4b

**Third Quarter MTC Service Authority for Freeways and Expressways (SAFE)
Financial Statements March 2019**

Subject: MTC SAFE financial statements for the third quarter ended March 31, 2019. Major financial highlights include:

SAFE Program

Total revenues of \$5.4 million are above budget at 83%, compared to 75% of the expired budget year. The additional revenues are the result of more vehicle registration fees collected and higher interest earned during the first three quarters. Total DMV registration fees collected for the nine-month period are \$5.1 million which makes up 94% of total revenues for the program.

Year-to-date actual expenses and encumbrance balance of \$1.8 million are 57% of the approved budget. Total expenses at year end are expected to be closer to the budget as some of the planned projects are taking place in the last quarter of the fiscal year.

Freeway Service Patrol (FSP) Program

Total expenses for the third quarter at \$6.8 million are 49% of the expenses budget for the FSP Program.

Out of the \$7.3 million budget balance, 63% is encumbered for various service contracts and is expected to be expended by the end of the fiscal year.

Tow related expenses are \$6.3 million as of the end of the third quarter, which is 93% of the total reported expenditure.

Capital Programs

The total life-to-date budget for the Capital Programs is \$21 million. As of the end of the third quarter of FY 2018-19, life-to-date expenses for those programs plus encumbrances total \$14.6 million.

Actions under Executive Director contract signature authority: please see Attachment A, page 4 for relevant actions.

If you have any questions about this report, please contact Brian Mayhew at (415) 778-6730.

Recommendation: None. This item is provided as information only.

Attachments: Attachment A: 3rd Qtr SAFE Financial Statements


Therese W. McMillan

MTC Service Authority for Freeways and Expressways
Operating Budget
As of March 2019

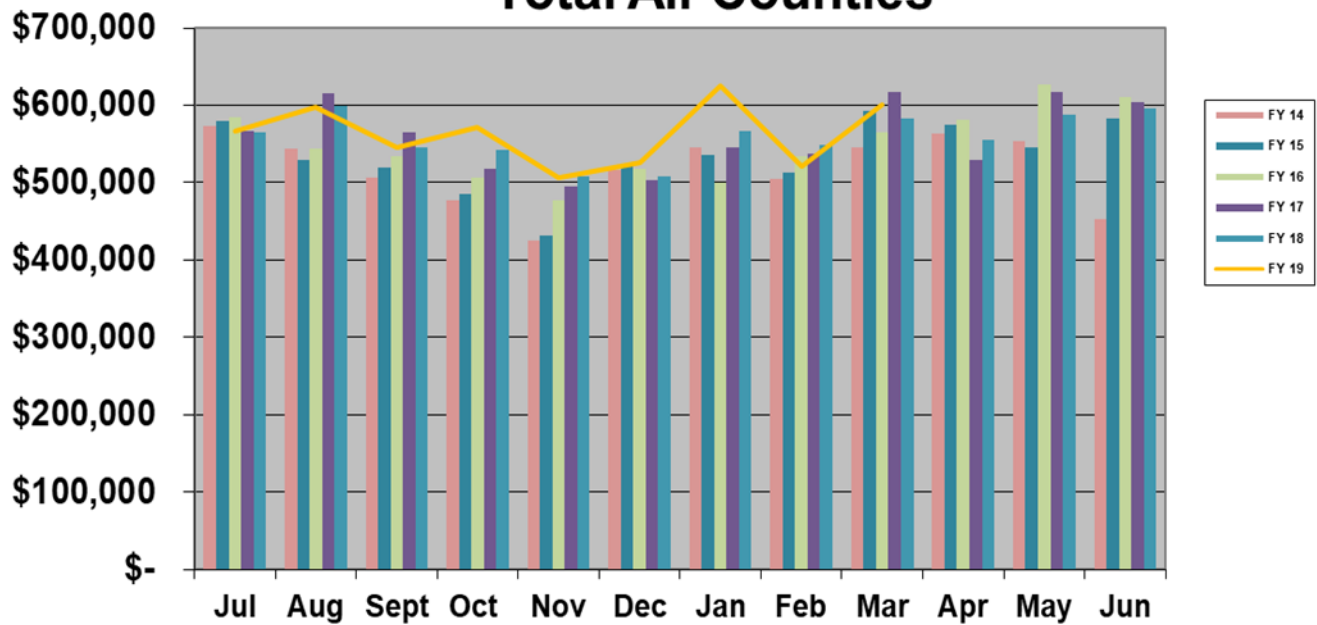
| | 1 | 2 | 3 | 4 | 5 | 6 |
|--|----------------------|---------------|--------------------------------|-------------|--------------------------------|--------------|
| | FY 2018-19 Budget | Actual YTD | Budget Balance Over/(Under) | % of Budget | % of Budget year Expired | Encumbrances |
| <u>SAFE Program</u> | | | | | | |
| REVENUE: | | | | | | |
| Vehicle Registration Fees | 6,500,000 | 5,063,781 | (1,436,219) | 77.9% | 75.0% | - |
| Interest Income | 9,000 | 345,985 | 336,985 | 3844.3% | 75.0% | - |
| Total Revenue | 6,509,000 | 5,409,766 | (1,099,234) | 83.1% | 75.0% | - |
| EXPENSE: | | | | | | |
| Salaries and Benefits | 656,500 | 367,413 | (289,087) | 56.0% | 75.0% | - |
| General Operations | 1,119,163 | 517,790 | (601,373) | 46.3% | 75.0% | 34,015 |
| Consultant Services | 510,000 | 112,844 | (397,156) | 22.1% | 75.0% | 157,889 |
| Callbox Operating Expense | 805,000 | 322,902 | (482,098) | 40.1% | 75.0% | 259,373 |
| Total Expense | 3,090,663 | 1,320,949 | (1,769,714) | 42.7% | 75.0% | 451,277 |
| OPERATING/CAPITAL TRANSFERS In (Out): | | | | | | |
| MTC | (880,000) | (160,022) | (719,978) | 18.2% | 75.0% | - |
| FSP | (2,479,603) | (1,247,137) | (1,232,466) | 50.3% | 75.0% | - |
| Capital | (330,730) | (330,730) | - | 100.0% | 75.0% | - |
| MTC - Unfunded PERS Liability | (1,000,000) | (1,000,000) | - | 100.0% | 75.0% | - |
| Express Lanes Capital | (3,000,000) | (3,000,000) | - | 100.0% | 75.0% | - |
| Operating Reserve | 4,271,996 | 1,649,072 | 2,622,924 | 38.6% | 75.0% | - |
| Total Transfers | (3,418,337) | (4,088,817) | 670,480 | 119.6% | 75.0% | - |
| NET Operating Revenue (Exp) | - | - | - | | | |

| | 1 | 2 | 3 | 4 | 5 | 6 |
|--------------------------------------|----------------------|---------------|--------------------------------|--------------------------|--------------------------------|--------------|
| | FY 2018-19 Budget | Actual YTD | Budget Balance Over/(Under) | % of Budget (col 2/1) | % of Budget year Expired | Encumbrances |
| <u>FSP Program</u> | | | | | | |
| REVENUE: | | | | | | |
| Local Assistance Program (LAP) | 4,000,000 | 1,200,796 | (2,799,204) | 30.0% | 75.0% | - |
| Surface Transportation Program (STP) | 2,800,000 | 2,612,649 | (187,351) | 93.3% | 75.0% | - |
| SB1 | 4,700,000 | 1,762,708 | (2,937,292) | 37.5% | 75.0% | - |
| Traffic Mitigation Program | 100,000 | - | (100,000) | 0.0% | 75.0% | - |
| Total Revenue | 11,600,000 | 5,576,153 | (6,023,847) | 48.1% | 75.0% | - |
| EXPENSE: | | | | | | |
| Salaries and Benefits | 329,500 | 176,617 | (152,883) | 53.6% | 75.0% | - |
| General Operations | 228,650 | 145,637 | (83,013) | 63.7% | 75.0% | - |
| Consultant Services | 150,000 | 56,176 | (93,824) | 37.5% | 75.0% | 43,824 |
| Freeway Serv Operating Expense | 1,371,453 | 127,831 | (1,243,622) | 9.3% | 75.0% | 130,036 |
| FSP Tow Beat Expense | 12,000,000 | 6,317,029 | (5,682,971) | 52.6% | 75.0% | 4,358,921 |
| Total Expense | 14,079,603 | 6,823,290 | (7,256,313) | 48.5% | 75.0% | 4,532,781 |
| TRANSFERS In (Out): | | | | | | |
| Transfers from Callbox | 2,479,603 | 1,247,137 | (1,232,466) | 50.3% | 75.0% | - |
| Total Transfers | 2,479,603 | 1,247,137 | (1,232,466) | 50.3% | 75.0% | - |
| Ending Balance | - | - | - | | | |

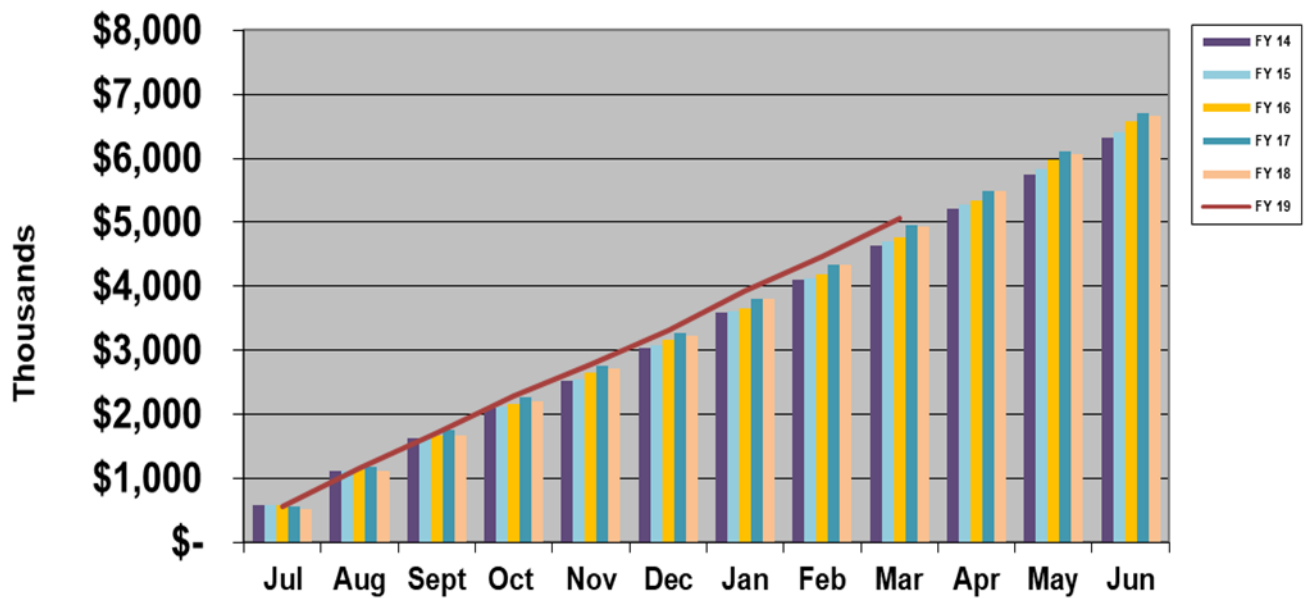
MTC Service Authority for Freeways and Expressways
Capital Budget
As of March 2019

| | 1 | 2 | 3 | 4 | 5 |
|---------------------------------------|-----------------|------------|-------------|-----------------|-------------|
| <u>Capital Program</u> | LTD Budget | | | Project Balance | Actual LTD |
| | Thru FY 2018-19 | Actual LTD | Encumbrance | LTD | plus Encumb |
| <u>Active Programs</u> | | | | | |
| REVENUE: | | | | | |
| 1. CMAQ | 6,873,991 | 6,684,650 | - | 189,341 | 6,684,650 |
| 2. STP | 1,556,260 | 1,131,161 | - | 425,099 | 1,131,161 |
| Total Revenue | 8,430,251 | 7,815,811 | - | 614,440 | 7,815,811 |
| EXPENSE: | | | | | |
| 6303-Bay Area Camera Upgrade | 9,464,583 | 8,923,108 | 50,672 | 490,803 | 8,973,780 |
| 6306-Data - AVL telecom system update | 3,842,000 | 2,378,964 | 30,783 | 1,432,253 | 2,409,747 |
| 6314-Callbox Site Mitigation | 1,844,331 | 1,373,812 | 76,359 | 394,160 | 1,450,171 |
| 6318-Connected Vehicles & Telematic | 2,500,000 | 1,542,511 | - | 957,489 | 1,542,511 |
| 6319-Active OPS Mgt Program | 3,200,000 | 268,856 | - | 2,931,144 | 268,856 |
| Total Expense | 20,850,914 | 14,487,251 | 157,814 | 6,205,849 | 14,645,065 |
| TRANSFERS In/(Out): | | | | | |
| SAFE | 12,420,663 | 12,420,663 | - | - | 12,420,663 |
| Total Transfer In/(Out) | 12,420,663 | 12,420,663 | - | - | 12,420,663 |
| Ending Balance | - | 5,749,223 | (157,814) | - | 5,591,410 |

Total DMV Revenue Total All Counties



Total YTD All Counties DMV Revenue (\$000)



PURCHASE ORDERS EXECUTED BY EXECUTIVE DIRECTOR

| \$2,500 - \$200,000 | | Jan - Mar'19 |
|----------------------------|---|---------------------|
| Wyndham Garden | | 5,000 |
| | <i>Meeting Room Rental for FSP Quarterly Training</i> | |
| AT&T | | 55,000 |
| | <i>Communication Service</i> | |
| Another Dancing Bear | | 9,105 |
| | <i>FSP Merchandise</i> | |
| Dakota Press | | 3,000 |
| | <i>FSP Merchandise</i> | |