

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

September 11, 2020

Agenda Item 4e

**Fourth Quarter MTC Service Authority for Freeways and Expressways (SAFE)
Financial Statements June 2020 (Unaudited)**

Subject: MTC SAFE Financial Statements for the fourth quarter ending June 30, 2020 (unaudited).

Background: Overall SAFE will end the FY 2019-20 budget year in good shape with a positive balance and no expenses over budget. Major financial highlights for the year include:

SAFE Program

The preliminary results for FY 2019-20 show a revenue surplus of \$2.4 million (shown as a transfer to the operating reserve on page 1 of Attachment A). Note that these numbers are not final as there are additional revenue and expenses to be recorded before the results are final.

The revenue earned for the year is \$6.1 million, or 88% of the adopted budget. Interest earning is substantially lower due to the lower interest rate environment effected by the recent economic downturn. In addition, only 11 months of DMV registration revenue is currently recorded. Total revenue should increase when we finalize recording revenue for the year.

The total expenses for the year total \$1.8 million, or 58% of the adopted budget. Some of the savings are due to a temporary reduction in services caused by the current pandemic. The projects that have been temporarily reduced will resume in the upcoming fiscal year. Final expenditures should increase as we are still processing year end invoices.

Freeway Service Patrol (FSP) Program

The total program expense is \$17.8 million, or 84% of the adopted budget. The savings are mainly the result of lower fuel costs and reduced services due to the current pandemic. Tow related expenses were \$14 million, which is 95% of all FSP expenditures.

Capital Programs

The total life-to-date budget for the Capital Program is \$22 million. As of the end of the third quarter of FY 2019-20, life-to-date expenses for those programs plus encumbrances total \$18.6 million.

Actions under Executive Director Contract signature authority are detailed in Attachment A.

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: 4th Quarter SAFE Financial Statements



Therese W. McMillan

**MTC Service Authority for Freeways and Expressways
Operating Budget
As of June 2020**

	1	2	3	4	5
	FY 2019-20 Budget	Actual YTD	Budget Balance Over/(Under)	% of Budget	% of Budget year Expired
<u>SAFE Program</u>					
REVENUE:					
Vehicle Registration Fees	6,600,000	5,969,916	(630,084)	90.5%	100.0%
Interest Income	400,000	192,086	(207,914)	48.0%	100.0%
Total Revenue	7,000,000	6,162,002	(837,998)	88.0%	100.0%
EXPENSE:					
Salaries and Benefits	651,700	580,722	(70,978)	89.1%	100.0%
General Operations	1,119,560	694,565	(424,995)	62.0%	100.0%
Consultant Services	500,000	72,040	(427,960)	14.4%	100.0%
Callbox Operating Expense	935,000	500,708	(434,292)	53.6%	100.0%
Total Expense	3,206,260	1,848,035	(1,358,225)	57.6%	100.0%
OPERATING/CAPITAL TRANSFERS In (Out):					
MTC	(1,921,000)	(805,355)	(1,115,645)	41.9%	100.0%
FSP	(3,822,500)	(4,431,797)	609,297	115.9%	100.0%
Capital	(1,479,000)	(1,479,000)	-	100.0%	100.0%
Operating Reserve	3,428,760	2,402,185	1,026,575	70.1%	100.0%
Total Transfers	(3,793,740)	(4,313,967)	520,227	113.7%	100.0%
NET Operating Revenue (Exp)	-	-	-		
	1	2	3	4	5
	FY 2019-20 Budget	Actual YTD	Budget Balance Over/(Under)	% of Budget (col 2/1)	% of Budget year Expired
<u>FSP Program</u>					
REVENUE:					
Local Assistance Program (LAP)	6,650,000	4,558,006	(2,091,994)	68.5%	100.0%
SB1	7,000,000	5,789,362	(1,210,638)	82.7%	100.0%
Traffic Mitigation Program	100,000	-	(100,000)	0.0%	100.0%
Total Revenue	13,750,000	10,347,368	(3,402,632)	75.3%	100.0%
EXPENSE:					
Salaries and Benefits	314,000	272,670	(41,330)	86.8%	100.0%
General Operations	238,500	218,116	(20,384)	91.5%	100.0%
Consultant Services	150,000	87,547	(62,453)	58.4%	100.0%
Freeway Serv Operating Expense	1,370,000	208,041	(1,161,959)	15.2%	100.0%
FSP Tow Beat Expense	15,500,000	13,992,791	(1,507,209)	90.3%	100.0%
Total Expense	17,572,500	14,779,165	(2,793,335)	84.1%	100.0%
TRANSFERS In (Out):					
Transfers from Callbox	3,822,500	4,431,797	609,297	115.9%	100.0%
Total Transfers	3,822,500	4,431,797	609,297	115.9%	100.0%
Ending Balance	-	-	-		

MTC Service Authority for Freeways and Expressways
Capital Budget
As of June 2020

	1	2	3	4	5
<u>Capital Program</u>	LTD Budget			Project Balance	Actual LTD
	Thru FY 2019-20	Actual LTD	Encumbrance	LTD	plus Encumb
<u>Active Programs</u>					
REVENUE:					
1. CMAQ	6,858,251	6,684,650	-	173,601	6,684,650
2. STP	1,556,260	1,131,161	-	425,099	1,131,161
Total Revenue	8,414,511	7,815,811	-	598,700	7,815,811
EXPENSE:					
6303-Bay Area Camera Upgrade	9,043,583	8,963,108	10,672	69,803	8,973,780
6306-Data - AVL telecom system update	3,826,260	2,417,993	25,783	1,382,484	2,443,776
6314-Callbox Site Mitigation	2,744,331	1,373,812	76,359	1,294,160	1,450,171
6318-Commuter Parking Initiative	5,700,000	5,700,000	-	-	5,700,000
6319-Emergency/Major Incidents Program	1,000,000	3,965	16,035	980,000	20,000
Total Expense	22,314,174	18,458,878	128,849	3,726,447	18,587,727
TRANSFERS In/(Out):					
SAFE	13,899,663	13,899,663	-	-	13,899,663
Total Transfer In/(Out)	13,899,663	13,899,663	-	-	13,899,663
Ending Balance	-	3,256,596	(128,849)	-	3,127,747

CONTRACTS EXECUTED BY EXECUTIVE DIRECTOR

\$200,000 and Under

April - June'20

LIMA Towing

\$28,431

FSP Tow Beat Contract 22

PURCHASE ORDERS EXECUTED BY EXECUTIVE DIRECTOR

\$2,500 - \$200,000

April - June'20

Easun Inc		21,000
	<i>Meeting Space Rental</i>	
Bay Area Tow		170,000.00
	<i>FSP Tow Beat 27</i>	
Remote Satellite Systems		25,000.00
	<i>Call Box Equipment</i>	

