FY 2023-24 MTC Operating and Capital Budget

METROPOLITAN TRANSPORTATION COMMISSION

Date: June 28, 2023

Presenter: Derek Hansel, CFO

MTC FY 2023-24 Operating Budget

Changes from May Draft Budget

$3.0 million reduction in total revenue

(3.3) million in Federal Grants

 0.4 in State Grants

(0.1) in Transfers

$3.8 million decrease in total expenses

(3.0) million in OBAG3 CTA Planning Funds

(1.0) in PBA+50 Public Engagement

 0.7 for Continuous Travel Behavior Survey

 0.5 in Salaries & Benefits

(0.5) for ABAG Website

(0.5) in other contractual services

$0.8 million increase to Operating Surplus

	FY 2022-23 Budget (thousands)	FY 2023-24 Budget (thousands)	% Change
Revenue			
Federal Grants	$226,000	$191,563	(15%)
State Grants	24,437	94,866	288%
Local	6,127	29,625	384%
Transfers	$5,422	6,986	29%
Other	39,560	44,931	14%
Total Revenue	**$301,546**	**$367,973**	**22%**
Expense			
Salary & Benefits	$45,993	$53,105	15%
General Operations	4,043	4,821	19%
Contract Services	244,229	300,346	23%
Other	2,380	1,532	(36%)
Total Expense	**$301,209**	**$366,008**	**22%**
Operating Surplus/(Deficit)	**$336**	**$1,965**	**484%**

FY 2023-24 Staffing

- 386 full time staff (including term-limited positions)

- 16 new positions to support:

  - Administrative needs for MTC's growing portfolio, including information technology, procurement, finance, legal, and human resources
  - Implementation of the $4.5B RM 3 expenditure plan
  - Regional forecasting for PBA 50+
  - Implementation of Regional Network Management

METROPOLITAN TRANSPORTATION COMMISSION

MTC FY 2023-24 Capital Budget

Does not include ERP system replacement

Capital Projects	FY 2022-23 Budget (thousands)	FY 2023-24 Budget (thousands)
Revenue:		
Transfer from Operating Reserve	$910	$3,066
Total Revenue	**$910**	**$3,066**
Expenses:		
Security Upgrades	$100	$100
Hardware Deployment Program	150	220
SCCM and MAC Management Project	80	80
Veeam Backup Server	15	15
Vsphere Enterprise/VMware ESXI/Vcenter - Desktop, Modelling Server Replacement	80	100
Hardware Support -OOW / Recovery	10	10
Hardware Replacement (GIS)	-	16
Hardware - Monitors	-	25
Committee Packet Automation System	-	2,500
ERP Planning and Discovery	275	-
Contract and Procurement Routing Module	200	-
Total Expenses	**$910**	**$3,066**

METROPOLITAN TRANSPORTATION COMMISSION

MTC FY 2023-24 Bay Area Forward Budget

- Bridge capital projects improving bridge and freeway operations
- Funding for these projects come from a variety of federal, state and local sources
- New projects for FY 2023-24:
  - SR 37 $10M

	FY 2022-23 (LTD) (thousands)	FY 2023-24 (thousands)	Total (LTD)
Bay Bridge (2016)	$29,897	$1,844	$31,741
Bay Bridge (2020)	56,042	(550)	55,492
RSR	1,202	4,302	5,504
FPI – 680	14,000	--	14,000
FPI – 880	7,022	--	7,022
FPI – US 101	5,467	400	5,867
Dumbarton Forward	12,150	--	12,150
Napa Forward	20,663	--	20,663
SR 37	--	10,000	10,000
Total LTD Budget	$146,443	$15,996	$162,439

Clipper FY 2023-24 Operating Budget

- Operating costs increase for both Clipper I and II operations
  - Increased transactions/usage of the current Clipper system
- Clipper will operate parallel systems of Clipper I and Clipper II until Clipper II will be Revenue Ready expected in FY 2024
- More funds from inactive accounts will be used

	FY 2022-23 APPROVED (MILLIONS)	FY 2023-24 DRAFT (MILLIONS)	CHANGE
Revenue			
RM2	$5.0	$6.3	26%
STA	10.0	7.7	(23%)
SGR	10.0	5.0	(50%)
CARES	0.0	0.1	100%
LCTOP	0.0	6.0	100%
Clipper Cards	4.3	2.8	(35%)
Inactive Accounts	0.0	7.0	100%
Float Account Interest	1.5	1.1	(27%)
Operators	20.5	28.8	40%
Total Revenue	**$51.3**	**$64.8**	**26%**
Expense			
Staff	2.1	2.3	10%
Operations	49.2	62.5	27%
Total Expense	**$51.3**	**$64.8**	**26%**

METROPOLITAN TRANSPORTATION COMMISSION

6

Clipper FY 2023-24 Capital Budget

Clipper I

Total FY 2023-24 (LTD)	$241 million
FY 2022-23 (LTD)	$239.7 million
Additions FY 2023-24	$ 1.3 million

Majority for equipment and capital consultants ($ 1 million) funded by card sales

Clipper II

Total FY 2023-24 (LTD)	$297.9 million
FY 2022-23 (LTD)	$ 281.5 million
Additions FY 2023-24	$ 16.4 million
Staff	$ 2.6 million
Equipment	$ 3.5 million
Fare card fulfillment, ticket support	
Consultants/Contracts	$ 10.3 million

For next generation system license support, paratransit integration, fare media supplier, system integration and regional transit connection support funded

These are funded by FTA, SGR, STA, card sales and LCTOP